

State of Arizona  
Senate  
Forty-eighth Legislature  
First Regular Session  
2007

# SENATE BILL 1086

AN ACT

MAKING APPROPRIATIONS FOR THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC SCHOOLS; PROVIDING FOR CERTAIN REPORTING REQUIREMENTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Subject to applicable laws, the sums or sources of revenue  
 3 set forth in this act are appropriated for the fiscal years indicated and  
 4 only from the funding sources listed for the purposes and objects specified  
 5 and the performance measures are indicated as legislative intent. If monies  
 6 from funding sources in this act are made unavailable, no other funding  
 7 source shall be used.

8 Sec. 2. BOARD OF ACCOUNTANCY

	<u>2007-08</u>	<u>2008-09</u>
9		
10	FTE positions	13.0
11	Lump sum appropriation	\$ 2,289,500**
12	Fund sources:	
13	Board of accountancy fund	\$ 2,289,500
14	Performance measures:	
15	Average calendar days to resolve a complaint	180
16	Average calendar days to renew a license	1.0
17	Customer satisfaction rating (Scale 1-8)	7.0

18 Sec. 3. ACUPUNCTURE BOARD OF EXAMINERS

	<u>2007-08</u>	<u>2008-09</u>
19		
20	FTE positions	1.0
21	Lump sum appropriation	\$ 125,500**
22	Fund sources:	
23	Acupuncture board of examiners	
24	fund	\$ 125,500
25	Performance measures:	
26	Average calendar days to resolve a complaint	90
27	Average calendar days to renew a license	5
28	Customer satisfaction rating (Scale 1-8)	7.0

29 Sec. 4. DEPARTMENT OF ADMINISTRATION

	<u>2007-08</u>
30	
31	<u>State general fund</u>
32	FTE positions
33	Operating lump sum appropriation
34	ENSCO
35	Arizona financial information
36	system
37	Statewide telecommunications
38	management contract lease
39	payment
40	Utilities
41	Total - general fund

1 Performance measures:

2 Per cent of ADOA services receiving a good

3 (6) or better rating from customers,

4 based on annual survey (Scale 1-8) 75

5 Per cent of procurement plan award dates

6 met for the RFP process 77

7 Customer satisfaction with establishing

8 contracts (Scale 1-8) 5.5

9 Customer satisfaction with administering

10 contracts (Scale 1-8) 5.0

11 Customer satisfaction rating for the

12 operation of AFIS (Scale 1-8) 7.5

13 Average capitol police response time to

14 emergency calls (in minutes and seconds) 1:40

15 The department may collect an amount of not to exceed \$1,762,600 from

16 other funding sources, excluding federal funds, to recover pro rata costs of

17 operating AFIS II. Any amounts left unspent from the Arizona financial

18 information system line item shall revert to the state general fund.

19 Air quality fund

20 Lump sum appropriation \$ 575,100

21 Performance measures:

22 Customer satisfaction with all travel reduction

23 services (Scale 1-8) 6.5

24 The amounts appropriated for the state employee transportation service

25 subsidy shall be used for up to a one hundred per cent subsidy of charges

26 payable for transportation service expenses as provided in section 41-786,

27 Arizona Revised Statutes, of nonuniversity state employees in a vehicle

28 emissions control area as defined in section 49-541, Arizona Revised

29 Statutes, of a county with a population of more than four hundred thousand

30 persons.

31 Capital outlay stabilization fund

32 FTE positions 56.7

33 Operating lump sum appropriation \$ 5,503,700

34 Utilities 5,733,800

35 Relocation 60,000

36 Total - capital outlay stabilization

37 fund \$ 11,297,500

38 Performance measures:

39 Customer satisfaction rating for building

40 maintenance (Scale 1-8) 6.5

41 Monies in the relocation line item are exempt from the provisions of

42 section 35-190, Arizona Revised Statutes, relating to lapsing of

43 appropriations, until December 31, 2008.

1	<u>Corrections fund</u>	
2	FTE positions	9.3
3	Lump sum appropriation	\$ 717,100
4	The intent of the legislature is for the amount appropriated from the	
5	corrections fund to be expended solely for the oversight of construction	
6	projects benefiting the state department of corrections or the department of	
7	juvenile corrections.	
8	<u>Motor vehicle pool revolving fund</u>	
9	FTE positions	19.0
10	Lump sum appropriation	\$ 11,736,600
11	Performance measures:	
12	Customer satisfaction with short-term (day use)	
13	vehicle rental (Scale 1-8)	7.7
14	It is the intent of the legislature that the department not replace	
15	vehicles until an average of 120,000 miles, or more.	
16	<u>Telecommunications fund</u>	
17	FTE positions	22.0
18	Lump sum appropriation	\$ 3,048,100
19	Performance measures:	
20	Customer satisfaction rating for the wide area	
21	network (MAGNET) (Scale 1-8)	6.4
22	Customer satisfaction rating for statewide	
23	telecommunications management contract	
24	services (Scale 1-8)	7.0
25	<u>Telecommunications fund - infrastructure improvements account</u>	
26	Lump sum appropriation	\$ 4,713,700
27	All telecommunications fund infrastructure improvements account funds	
28	received by the department of administration in excess of \$4,713,700 in	
29	fiscal year 2007-2008 are appropriated to the department of administration.	
30	Before the expenditure of any telecommunications fund infrastructure	
31	improvements account funds in excess of \$4,713,700 in fiscal year 2007-2008,	
32	the department of administration shall report the intended use of the monies	
33	to the joint legislative budget committee. The appropriation from the	
34	telecommunications fund infrastructure improvements account is an estimate	
35	representing all monies, including balance forward, revenue and transfers,	
36	and is exempt from the provisions of section 35-190, Arizona Revised	
37	Statutes, relating to lapsing of appropriations through June 30, 2009.	
38	<u>Automation operations fund</u>	
39	FTE positions	158.4
40	Lump sum appropriation	\$ 24,028,200
41	Performance measures:	
42	Customer satisfaction rating for mainframe	
43	services based on annual survey (Scale 1-8)	7.0

1 The appropriation for the automation operations fund is an estimate  
 2 representing all monies, including balance forward, revenue and transfers  
 3 during fiscal year 2007-2008. These monies are appropriated to the  
 4 department of administration for the purposes established in section 41-711,  
 5 Arizona Revised Statutes. The appropriation shall be adjusted as necessary  
 6 to reflect receipts credited to the automation operations fund for automation  
 7 operation center projects. Expenditures for all additional automation  
 8 operation center projects above the \$24,028,200 appropriation shall be  
 9 subject to review by the joint legislative budget committee, following  
 10 approval of the government information technology agency. Expenditures for  
 11 each additional project shall not exceed the specific revenues of that  
 12 project.

13 Risk management fund

14	FTE positions	96.0
15	Operating lump sum appropriation	\$ 9,506,300
16	Risk management losses and premiums	46,726,200
17	Workers' compensation losses and	
18	premiums	26,460,200
19	External legal services	5,592,200
20	Nonlegal related expenditures	<u>3,153,900</u>
21	Total - risk management fund	\$ 91,438,800

22 Highway user revenue fund

23	Highway hazards assessments	\$ 150,000
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24 The highway hazards assessment line item is to be used to contract for  
 25 an outside review of the state's highways for potential hazards. The  
 26 department shall submit a report with recommendations to the joint  
 27 legislative budget committee by April 30, 2008.

28 Performance measures:

29	Workers' compensation incidence rates/100	
30	FTE positions	4.1
31	Customer satisfaction with self-insurance	
32	(Scale 1-8)	6.8

33 Personnel division fund

34	FTE positions	139.0
35	Operating lump sum appropriation	\$ 13,761,200
36	Human resources information solution	
37	certificate of participation	<u>4,239,100</u>
38	Total - personnel division fund	\$ 18,000,300

39 Performance measures:

40	Customer satisfaction with employee training	
41	(Scale 1-8)	6.1

1	<u>Special employee health insurance</u>		
2	<u>trust fund</u>		
3	FTE positions		39.0
4	Operating lump sum appropriation	\$	5,430,000
5	Health savings account plan design		<u>100,000</u>
6	Total - special employee health		
7	insurance trust fund	\$	5,530,000

8 Performance measures:  
 9 Customer satisfaction with benefit plans  
 10 (Scale 1-8) 6.2

11	<u>State surplus materials revolving</u>		
12	<u>fund</u>		
13	FTE positions		16.0
14	Operating lump sum appropriation	\$	1,222,100
15	State surplus property sales		
16	proceeds		<u>3,000,000</u>
17	Total - state surplus materials		
18	revolving fund	\$	4,222,100

19 All state surplus property sales proceeds received by the department in  
 20 excess of \$3,000,000 are appropriated. Before the expenditure of any state  
 21 surplus property sales proceeds in excess of \$3,000,000, the department shall  
 22 report the intended use of the monies to the joint legislative budget  
 23 committee.

24	<u>Federal surplus materials revolving</u>		
25	<u>fund</u>		
26	FTE positions		7.0
27	Lump sum appropriation	\$	<u>429,600</u>
28	Total appropriation - department of		
29	administration		\$205,811,600
30	Fund sources:		
31	State general fund	\$	29,924,500
32	Other appropriated funds		175,887,100

33	Sec. 5. OFFICE OF ADMINISTRATIVE HEARINGS			
34			<u>2007-08</u>	<u>2008-09</u>
35	FTE positions		15.0	15.0
36	Lump sum appropriation	\$	1,228,400	\$ 1,228,400
37	Fund sources:			
38	State general fund	\$	1,213,900	\$ 1,213,900
39	Healthcare group fund		14,500	14,500
40	Performance measures:			
41	Average days from request for hearing to			
42	transmission of decision to the agency		70	70
43	Evaluations rating the administrative law			
44	judge "excellent" or "good" in impartiality		97	97

1 The office of administrative hearings shall enter into interagency  
 2 service agreements to provide services pursuant to title 41, chapter 6,  
 3 article 10, Arizona Revised Statutes.

4 Sec. 6. DEPARTMENT OF AGRICULTURE

	<u>2007-08</u>	<u>2008-09</u>
5		
6	249.2	249.2
7	\$ 15,139,000	\$ 15,357,900
8		
9	23,300	23,300
10	65,000	65,000
11	<u>23,200</u>	<u>23,200</u>
12		
13	\$ 15,250,500	\$ 15,469,400
14		
15	\$ 11,895,500	\$ 12,117,500
16	9,200	9,200
17	186,500	186,500
18		
19	1,044,900	1,044,900
20	293,200	293,200
21		
22	103,400	103,400
23		
24	40,000	40,000
25	869,800	866,700
26	298,500	298,500
27	79,400	79,400
28	376,900	376,900
29	53,200	53,200
30		
31		
32		
33	95	95
34		
35		
36	95	95
37		
38	7.0	7.0
39		
40	98	98

1	Sec. 7. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM	
2		<u>2007-08</u>
3	<u>Administration</u>	
4	FTE positions	3,179.0
5	Operating lump sum appropriation	\$ 67,765,600
6	DOA data center charges	5,717,500
7	Indian advisory council	227,000
8	DES eligibility	53,698,200
9	DES title XIX pass-through	345,300
10	Healthcare group administration	
11	and reinsurance	16,360,000
12	Office of administrative hearings	269,700
13	KidsCare - administration	9,139,200
14	Proposition 204 - AHCCCS	
15	administration	11,029,700
16	Proposition 204 - DES	
17	eligibility	38,780,100
18	DES eligibility system upgrade	2,600,000
19	2-1-1 system	3,400,000
20	Claims computer system replacement	<u>2,090,900</u>
21	Total appropriation and expenditure	
22	authority - administration	\$211,423,200
23	Fund sources:	
24	State general fund	\$ 95,639,800
25	Budget neutrality compliance	
26	fund	2,683,100
27	Children's health insurance	
28	program fund	6,985,400
29	Health care group fund	8,360,000
30	Expenditure authority	97,754,900
31	Performance measures:	
32	Per cent of applications processed on time	95
33	Customer satisfaction rating for eligibility	
34	determination clients (Scale 1-8)	6.0

35 It is the intent of the legislature that the appropriation for the  
36 department of administration data center charges be used only for the payment  
37 of charges incurred by the department for the use of computing services  
38 provided by the department of administration data center.

39 The amounts appropriated for the department of economic security  
40 eligibility line item shall be used for intergovernmental agreements with the  
41 department of economic security for the purpose of eligibility determination  
42 and other functions. The general fund share may be used for eligibility  
43 determination for other programs administered by the division of benefits and  
44 medical eligibility based on the results of the Arizona random moment  
45 sampling survey.

1 The Arizona health care cost containment system administration shall  
 2 report to the joint legislative budget committee by January 1 of each year on  
 3 the agency's use of the cost savings that result from entering into an  
 4 agreement with another state as outlined in Laws 1999, chapter 313, section  
 5 27. The report shall also include detail on the source of all revenues and  
 6 expenditure of monies from the intergovernmental service fund.

7 The Arizona health care cost containment system administration shall  
 8 report by September 30 of each year to the joint legislative budget committee  
 9 on the services that receive reimbursement from the federal government under  
 10 the medicaid direct service claiming program. The report shall include  
 11 information on the type of services, how those services meet the definition  
 12 of medical necessity and the total amount of federal dollars that the schools  
 13 have received under the medicaid direct service claiming program.

14 Acute care

15	Capitation	\$1,889,804,700
16	Reinsurance	108,132,500
17	Fee-for-service	497,366,500
18	Medicare premiums	91,928,600
19	Graduate medical education	44,156,600
20	Hospital loan residency program	1,000,000
21	Temporary medical coverage	10,326,400
22	Dual eligible part D copay subsidy	1,029,700
23	Disproportionate share payments	30,350,000
24	Critical access hospitals	1,700,000
25	Breast and cervical cancer	2,131,400
26	Ticket to work	8,043,600
27	Proposition 204 - capitation	1,007,858,800
28	Proposition 204 - reinsurance	109,441,000
29	Proposition 204 - fee-for-service	175,536,600
30	Proposition 204 - medicare	
31	premiums	28,532,300
32	Proposition 204 - county hold	
33	harmless	4,825,600
34	KidsCare - children	125,684,700
35	KidsCare - parents	50,296,300
36	Rural hospital reimbursement	12,158,100
37	Medicare clawback payments	<u>27,022,000</u>
38	Total appropriation and expenditure	
39	authority - acute care	\$4,227,325,400
40	Fund sources:	
41	State general fund	\$1,022,039,100
42	Children's health insurance	
43	program fund	139,391,900

1	Tobacco tax and health care	
2	fund - medically needy	
3	account	78,306,100
4	Tobacco products tax fund -	
5	emergency health services	
6	account	29,264,100
7	Temporary medical coverage fund	1,976,400
8	Expenditure authority	2,956,347,800
9	Performance measures:	
10	Per cent of well child visits in the first	
11	15 months of life (EPSDT)	87
12	Per cent of children's access to primary	
13	care provider	85
14	Per cent of women receiving annual cervical	
15	screening	60
16	Member satisfaction as measured by	
17	percentage of enrollees that choose	
18	to change health plans	2.0
19	The \$30,350,000 appropriation for disproportionate share payments for	
20	fiscal year 2007-2008 made pursuant to section 36-2903.01, subsection P,	
21	Arizona Revised Statutes, includes \$4,202,300 for the Maricopa County	
22	Healthcare District and \$26,147,700 for private qualifying disproportionate	
23	share hospitals.	
24	Of the \$4,825,600 appropriated for the proposition 204 county hold	
25	harmless line item, \$234,200 is allocated to Graham county, \$3,817,800 to	
26	Pima county, \$234,400 to Greenlee county, \$159,700 to La Paz county, \$214,800	
27	to Santa Cruz county and \$164,700 to Yavapai county to offset a net loss in	
28	revenue due to the implementation of proposition 204, and shall be used for	
29	indigent health care costs.	
30	<u>Long-term care</u>	
31	Program lump sum appropriation	\$1,099,329,800
32	Medicare clawback payments	20,428,900
33	Dual eligible part D copay	
34	subsidy	470,300
35	Board of nursing	<u>209,700</u>
36	Total appropriation and expenditure	
37	authority - long-term care	\$1,120,438,700
38	Fund sources:	
39	State general fund	\$ 145,675,800
40	Expenditure authority	974,762,900

1 Performance measures:

2 Per cent of members utilizing home and	
3 community based services (HCBS)	67
4 Per cent of ALTCS eligibility as measured by	
5 quality control sample	99

6 Any federal funds that the Arizona health care cost containment system  
 7 administration passes through to the department of economic security for use  
 8 in long-term administration care for the developmentally disabled shall not  
 9 count against the long-term care expenditure authority above.

10 Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the  
 11 county portion of the fiscal year 2007-2008 nonfederal portion of the costs  
 12 of providing long-term care system services is \$242,744,500. This amount is  
 13 included in the expenditure authority fund source.

14 Total appropriation and expenditure	
15 authority - Arizona health	
16 care cost containment system	<u>\$5,559,187,300</u>
17 Appropriated fund sources:	
18 State general fund	\$1,263,354,700
19 Budget neutrality compliance fund	2,683,100
20 Children's health insurance	
21 program fund	146,377,300
22 Health care group fund	8,360,000
23 Tobacco products tax fund -	
24 emergency health services	
25 account	29,264,100
26 Tobacco tax and health care	
27 fund - medically needy account	78,306,100
28 Temporary medical coverage fund	1,976,400
29 Expenditure authority	\$4,028,865,600

30 Performance measures:

31 Per cent of people under age 65 that	
32 are uninsured	17

33 Before making fee-for-service program or rate changes that pertain to  
 34 hospital, nursing facility or home and community based services rates or for  
 35 any of the other fee-for-service rate categories that have increases that, in  
 36 the aggregate, are two per cent above and \$1,500,000 from the state general  
 37 fund greater than budgeted medical inflation in fiscal year 2007-2008, the  
 38 Arizona health care cost containment system administration shall report its  
 39 expenditure plan for review by the joint legislative budget committee.

40 The Arizona health care cost containment system shall report to the  
 41 joint legislative budget committee by March 1 of each year on the preliminary  
 42 actuarial estimates of the capitation rate changes for the following fiscal  
 43 year along with the reasons for the estimated changes. For any actuarial  
 44 estimates that include a range, the total range from minimum to maximum shall  
 45 be no more than two per cent. Before implementation of any changes in

1 capitation rates, the Arizona health care cost containment system  
 2 administration shall report its expenditure plan for review by the joint  
 3 legislative budget committee. Before the administration implements any  
 4 changes in policy affecting the amount, sufficiency, duration and scope of  
 5 health care services and who may provide services, the administration shall  
 6 prepare a fiscal impact analysis on the potential effects of this change on  
 7 the following year's capitation rates. If the fiscal analysis demonstrates  
 8 that these changes will result in additional state costs of \$500,000 or  
 9 greater for a given fiscal year, the administration shall submit the policy  
 10 changes for review by the joint legislative budget committee.

11 For the contract year beginning October 1, 2007, the administration may  
 12 expend funds for federally-matched preventable adult dental services of up to  
 13 \$1,000 per ALTCS member and federally-matched hospice services to non-ALTCS  
 14 members.

15 Sec. 8. BOARD OF APPRAISAL

	<u>2007-08</u>	<u>2008-09</u>
16 FTE positions	4.5	4.5
17 Lump sum appropriation	\$ 593,700**	\$ 593,700
18 Fund sources:		
19 Board of appraisal fund	\$ 593,700	\$ 593,700
20 Performance measures:		
21 Average calendar days to resolve a complaint	130	130
22 Customer satisfaction rating (Scale 1-8)	7.5	7.5

23 Sec. 9. ARIZONA COMMISSION ON THE ARTS

	<u>2007-08</u>	<u>2008-09</u>
24 FTE positions	11.5	11.5
25 Operating lump sum appropriation	\$ 625,000	\$ 625,000
26 Community service projects	<u>1,463,100</u>	<u>1,463,100</u>
27 Total appropriation - Arizona commission		
28 on the arts	\$ 2,088,100	\$ 2,088,100
29 Fund sources:		
30 State general fund	\$ 2,088,100	\$ 2,088,100
31 Performance measures:		
32 Customer satisfaction rating (Scale 1-8)	7.5	7.5

33 Sec. 10. ATTORNEY GENERAL - DEPARTMENT OF LAW

	<u>2007-08</u>	<u>2008-09</u>
34 FTE positions	641.9	641.9
35 Operating lump sum appropriation	\$ 46,828,300	\$ 46,287,000
36 State grand jury	160,000	160,000
37 Victims' rights	3,266,000	3,266,000
38 Risk management interagency		
39 service agreement	<u>9,226,800</u>	<u>9,189,700</u>
40 Total appropriation - attorney general -		
41 department of law	\$ 59,481,100	\$ 58,902,700

1	Fund sources:		
2	State general fund	\$ 21,813,300	\$ 21,282,900
3	Antitrust enforcement revolving		
4	fund	232,200	232,200
5	Attorney general legal services		
6	cost allocation fund	6,193,600	6,193,600
7	Collection enforcement revolving		
8	fund	4,577,700	4,574,700
9	Consumer fraud revolving fund	2,128,300	2,128,300
10	Interagency service agreements		
11	fund	12,043,200	12,035,300
12	Risk management revolving fund	9,226,800	9,189,700
13	Victims' rights fund	3,266,000	3,266,000

14	Performance measures:		
15	Solicitor general - number of days to respond		
16	to a request for a legal opinion	55	55
17	Customer satisfaction rating for client		
18	agencies (Scale 1-8)	7.3	7.3
19	Per cent of victims' rights award recipients		
20	satisfied with the victims' rights program	90	90

21 The \$160,000 appropriated for state grand jury expenses is for costs  
 22 incurred pursuant to section 21-428, subsection C, Arizona Revised Statutes.  
 23 It is the intent of the legislature that state grand jury expenses be limited  
 24 to the amount appropriated and that a supplemental appropriation will not be  
 25 provided.

26 The attorney general shall notify the president of the senate, the  
 27 speaker of the house of representatives and the joint legislative budget  
 28 committee before entering into a settlement of \$100,000 or more that will  
 29 result in the receipt of monies by the attorney general or any other person.  
 30 The attorney general shall not allocate or expend these monies until the  
 31 joint legislative budget committee reviews the allocations or expenditures.  
 32 Settlements that pursuant to statute must be deposited in the state general  
 33 fund need not be reviewed by the joint legislative budget committee. This  
 34 paragraph does not apply to actions under title 13, Arizona Revised Statutes,  
 35 or other criminal matters.

36 In addition to the \$12,043,200 appropriated from the interagency  
 37 service agreements fund in fiscal year 2007-2008 and \$12,035,300 in fiscal  
 38 year 2008-2009, an additional \$800,000 and 11 FTE positions are appropriated  
 39 from the interagency service agreements fund in fiscal year 2007-2008 and  
 40 fiscal year 2008-2009 for new or expanded interagency service agreements.  
 41 The attorney general shall report to the joint legislative budget committee  
 42 whenever an interagency service agreement is established that will require  
 43 expenditures from the additional amount. The report shall include the name  
 44 of the agency or entity with which the agreement is made, the dollar amount  
 45 of the contract by fiscal year and the number of associated FTE positions.

1 All revenues received by the antitrust enforcement revolving fund in  
 2 excess of \$232,200 are appropriated. Expenditures from the fund may not  
 3 exceed \$750,000 in fiscal year 2007-2008 and fiscal year 2008-2009. Before  
 4 the expenditure of any antitrust enforcement revolving fund receipts in  
 5 excess of \$232,200 in fiscal year 2007-2008 and fiscal year 2008-2009, the  
 6 attorney general shall submit the intended uses of the monies for review by  
 7 the joint legislative budget committee.

8 Sec. 11. AUTOMOBILE THEFT AUTHORITY

	<u>2007-08</u>	<u>2008-09</u>
9 FTE positions	6.0	6.0
10 Lump sum appropriation	\$ 646,900	\$ 646,900
11 Automobile theft authority grants	4,708,500	5,116,000
12 Reimbursable programs	<u>50,000</u>	<u>50,000</u>
13 Total appropriation - auto theft authority	\$ 5,405,400	\$ 5,812,900
14 Fund sources:		
15 Automobile theft authority fund	\$ 5,405,400	\$ 5,812,900
16 Performance measures:		
17 Felony auto theft arrests by auto theft		
18 task force	330	330
19 Per cent of stolen vehicles recovered		
20 (calendar year)	67.0	67.0
21 Number of vehicles stolen statewide		
22 (calendar year)	55,000	55,000
23 Customer satisfaction rating (Scale 1-3,		
24 1 highest)	1.0	1.0

25 All automobile theft authority fund receipts received by the automobile  
 26 theft authority in excess of \$5,405,400 in fiscal year 2007-2008 and  
 27 \$5,812,900 in fiscal year 2008-2009 are appropriated to the automobile theft  
 28 authority. Before the expenditure of any automobile theft authority fund  
 29 monies in excess of \$5,405,400 in fiscal year 2007-2008 and \$5,812,900 in  
 30 fiscal year 2008-2009, the automobile theft authority shall submit the  
 31 intended use of the monies for review by the joint legislative budget  
 32 committee.  
 33

34 The automobile theft authority shall submit a report to the joint  
 35 legislative budget committee for review before expending any monies for the  
 36 reimbursable programs special line item. The agency shall also show  
 37 sufficient funds collected to cover the expenses indicated in the report.

38 Sec. 12. BOARD OF BARBERS

	<u>2007-08</u>	<u>2008-09</u>
39 FTE positions	4.0	4.0
40 Lump sum appropriation	\$ 334,700**	\$ 318,100
41 Fund sources:		
42 Board of barbers fund	\$ 334,700	\$ 318,100

1	Performance measures:		
2	Average calendar days to resolve a complaint	21	21
3	Average calendar days to renew a license	2	2
4	Customer satisfaction rating (Scale 0-100)	90	90
5	Sec. 13. BOARD OF BEHAVIORAL HEALTH EXAMINERS		
6		<u>2007-08</u>	<u>2008-09</u>
7	FTE positions	17.0	17.0
8	Lump sum appropriation	\$ 1,339,300**	\$ 1,324,200
9	Fund sources:		
10	Board of behavioral health		
11	examiners fund	\$ 1,339,300	\$ 1,324,200
12	Performance measures:		
13	Average days to resolve a complaint	287	287
14	Average days to renew a license	50	50
15	Customer satisfaction rating (Scale 1-8)	6.0	6.0
16	Sec. 14. STATE CAPITAL POSTCONVICTION PUBLIC DEFENDER OFFICE		
17		<u>2007-08</u>	<u>2008-09</u>
18	FTE positions	7.0	7.0
19	Lump sum appropriation	\$ 721,700	\$ 721,700
20	Fund sources:		
21	State general fund	\$ 721,700	\$ 721,700
22	Sec. 15. STATE BOARD FOR CHARTER SCHOOLS		
23		<u>2007-08</u>	<u>2008-09</u>
24	FTE positions	10.0	13.0
25	Lump sum appropriation	\$ 1,091,900	\$ 1,051,000
26	Fund sources:		
27	State general fund	\$ 1,091,900	\$ 1,051,000
28	Performance measures:		
29	Customer satisfaction survey (Scale 1-8)	7.50	7.50
30	In addition to collecting data for the adopted performance measures,		
31	the state board for charter schools shall conduct a survey of parents of		
32	charter school pupils in order to establish parent quality ratings for every		
33	charter school in this state.		
34	Sec. 16. STATE BOARD OF CHIROPRACTIC EXAMINERS		
35		<u>2007-08</u>	<u>2008-09</u>
36	FTE positions	5.0	5.0
37	Lump sum appropriation	\$ 504,400**	\$ 506,000
38	Fund sources:		
39	Board of chiropractic examiners		
40	fund	\$ 504,400	\$ 506,000

1	Performance measures:		
2	Average calendar days to renew a license	13	13
3	Per cent of complaints resolved within 180		
4	days with no hearing required	60	60
5	Per cent of survey responses which indicate		
6	that staff was knowledgeable and courteous		
7	in public communications	98	98
8	Sec. 17. DEPARTMENT OF COMMERCE		
9		<u>2007-08</u>	<u>2008-09</u>
10	FTE positions	79.9	79.9
11	Operating lump sum appropriation	\$ 4,317,200	\$ 4,317,200
12	Arizona trade office in Sonora	25,000	25,000
13	International trade offices	2,044,800	2,044,800
14	Economic development matching funds	104,000	104,000
15	Main street	130,000	130,000
16	REDI matching grants	45,000	45,000
17	Rural economic development	323,900	323,900
18	Advertising and promotion	659,200	659,200
19	Motion picture development	337,700	337,700
20	CEDC commission	275,200	275,200
21	National law center/free trade	200,000	200,000
22	Oil overcharge administration	176,000	176,000
23	Minority and women owned business	121,300	121,300
24	Small business advocate	119,100	119,100
25	Apprenticeship services	179,200	179,200
26	Greater Arizona development		
27	authority	<u>2,000,000</u>	<u>2,000,000</u>
28	Total appropriation - department of		
29	commerce	\$ 11,057,600	\$ 11,057,600
30	Fund sources:		
31	State general fund	\$ 8,190,200	\$ 8,190,200
32	Bond fund	139,500	139,500
33	CEDC fund	2,276,700	2,276,700
34	Oil overcharge fund	176,000	176,000
35	State lottery fund	275,200	275,200
36	Performance measures:		
37	Number of workers trained	25,000	25,000
38	Per cent of job training fund monies		
39	distributed to small businesses	25	25
40	Customer satisfaction rating for business		
41	development program (percentage rating		
42	services as good or excellent)	88	88

1 Of the \$2,276,700 appropriated from the CEDC fund, \$250,000 shall be  
 2 utilized for implementation of cross-industry business/infrastructure  
 3 development projects and related project coordination in support of regional  
 4 technology councils and high technology clusters operating in Arizona.

5 Sec. 18. ARIZONA COMMUNITY COLLEGES

	<u>2007-08</u>
6	
7	<u>Equalization aid</u>
8	Cochise \$ 4,669,700
9	Graham 13,146,500
10	Navajo 4,305,200
11	Yuma/La Paz <u>1,372,400</u>
12	Total - equalization aid \$ 23,493,800
13	<u>Operating state aid</u>
14	Cochise \$ 8,401,400
15	Coconino 3,334,600
16	Gila 620,500
17	Graham 5,370,400
18	Maricopa 57,528,300
19	Mohave 4,196,900
20	Navajo 4,412,300
21	Pima 19,593,500
22	Pinal 6,052,000
23	Yavapai 4,820,400
24	Yuma/La Paz <u>5,722,700</u>
25	Total - operating state aid \$120,053,000
26	<u>Capital outlay state aid</u>
27	Cochise \$ 1,060,600
28	Coconino 423,800
29	Gila 133,400
30	Graham 510,100
31	Maricopa 11,204,000
32	Mohave 591,200
33	Navajo 1,505,700
34	Pima 3,198,900
35	Pinal 797,600
36	Yavapai 703,900
37	Yuma/La Paz <u>924,800</u>
38	Total - capital outlay state aid \$ 21,054,000
39	Rural county reimbursement subsidy <u>\$ 1,200,000</u>
40	Total appropriation - Arizona community
41	colleges \$165,800,800
42	Fund sources:
43	State general fund \$165,800,800

1 Performance measures:

2 Per cent of students who transfer to Arizona  
 3 public universities without loss of credits 96  
 4 Number of applied baccalaureate programs  
 5 collaboratively developed with universities 8

6 For purposes of receiving in-county tuition, state general fund monies  
 7 shall not be used to support any students who self-declare that they are  
 8 citizens, legal residents, or otherwise legally present in the United States.  
 9 Self-declaration means a written declaration, under penalty of perjury, that  
 10 the student is a citizen, legal resident, or otherwise legally present in the  
 11 United States.

12 Of the \$1,200,000 appropriated to the rural county reimbursement  
 13 subsidy line item, Apache county will receive \$559,200, Greenlee county  
 14 \$459,300, and Santa Cruz county \$181,500.

15 Of the \$1,505,700 Navajo community college receives in capital outlay  
 16 state aid, \$1,000,000 shall be used to construct a public safety and  
 17 emergency services training facility in Navajo county to be operated and  
 18 controlled by the Northland pioneer community college. The appropriation is  
 19 exempt from the provisions of section 35-190, Arizona Revised Statutes,  
 20 relating to the lapsing of appropriations.

21 It is the intent of the legislature that in fiscal year 2008-2009,  
 22 Navajo community college district shall receive \$1,000,000 in state general  
 23 fund monies for construction of a public safety training facility operated  
 24 and controlled by Northland pioneer community college.

25 Sec. 19. REGISTRAR OF CONTRACTORS

	<u>2007-08</u>	<u>2008-09</u>
26 FTE positions	144.8	144.8
27 Operating lump sum appropriation	\$ 10,468,200	\$ 10,324,000
28 Office of administrative hearings		
29 costs	964,300	964,300
30 Incentive pay	113,700	113,700
31 Information management system	<u>3,683,000</u>	<u>506,500</u>
32 Total appropriation - registrar of		
33 contractors	\$ 15,229,200**	\$ 11,908,500
34 Fund sources:		
35 Registrar of contractors fund	\$ 15,229,200	\$ 11,908,500
36 Performance measures:		
37 Average calendar days from receipt of		
38 complaint to jobsite inspection	23	23
39 Per cent of licensing customers indicating		
40 they received excellent service	93	93
41 Per cent of inspections customers indicating		
42 they received excellent service	91	91
43		

1 Any transfer to or from the amount appropriated for the office of  
 2 administrative hearings costs line item shall require review by the joint  
 3 legislative budget committee.

4 Sec. 20. CORPORATION COMMISSION

	<u>2007-08</u>	<u>2008-09</u>
5 FTE positions	321.3	321.3
6 Operating lump sum appropriation	\$ 27,344,800	\$ 27,341,300
7 Corporation filings, same day		
8 service	400,400	400,400
9 Utilities audits, studies,		
10 investigations and hearings	<u>380,000*</u>	<u>380,000*</u>
11 Total appropriation - corporation commission	\$ 28,125,200	\$ 28,121,700

12 Fund sources:

13 State general fund	\$ 5,542,500	\$ 5,542,500
14 Arizona arts trust fund	48,300	48,300
15 Investment management regulatory		
16 and enforcement fund	889,700	889,700
17 Pipeline safety revolving fund	55,400	0
18 Public access fund	4,261,200	4,332,600
19 Securities regulatory and		
20 enforcement fund	3,822,300	3,822,300
21 Utility regulation revolving fund	13,505,800	13,486,300

22 Performance measures:

23 Average turnaround time in days for processing		
24 of regular corporate filings	30.0	30.0
25 Average turnaround time in days for processing		
26 of expedited corporate filings	3.0	3.0
27 Number of months required to review applications		
28 received by securities division	1.5	1.5
29 Customer satisfaction rating for corporations		
30 program (Scale 1-8)	7.1	7.1

31 The \$400,400 appropriated from the public access fund for the  
 32 corporation filings same day service line item shall revert to the public  
 33 access fund at the end of each fiscal year if the commission cannot process  
 34 all expedited services within five business days and all regular services  
 35 within thirty business days in accordance with sections 10-122, 10-3122 and  
 36 29-851, Arizona Revised Statutes.  
 37

38 The corporation commission corporations division shall provide a report  
 39 by the end of each fiscal year to the joint legislative budget committee on  
 40 the total number of filings received by the corporations division pursuant to  
 41 the services listed in sections 10-122, 10-3122 and 29-851, Arizona Revised  
 42 Statutes, the total number of filings processed by the corporations division  
 43 and the amount of time, in business days, to process each type of service.

1	Sec. 21. DEPARTMENT OF CORRECTIONS	
2		<u>2007-08</u>
3	FTE positions	9,755.9
4	Correctional officer personal services	\$282,098,600
5	Health care personal services	36,160,700
6	All other personal services	69,987,200
7	Employee-related expenditures	145,010,700
8	Personal services and employee-related	
9	expenditures for overtime/compensatory	
10	time	23,827,000
11	Health care all other operating	
12	expenditures	80,516,200
13	Non-health care all other operating	
14	expenditures	<u>119,210,000</u>
15	Total - operating budget	\$756,810,400
16	Fund sources:	
17	State general fund	\$738,973,100
18	State education fund for	
19	correctional education	1,102,500
20	Alcohol abuse treatment fund	599,300
21	Penitentiary land fund	869,200
22	State charitable, penal and	
23	reformatory institutions	
24	land fund	570,000
25	Corrections fund	366,500
26	Transition office fund	180,000
27	Transition program drug treatment	
28	fund	600,000
29	Prison construction and operations	
30	fund	13,549,800
31	County jail beds	\$ 868,600
32	Fund sources:	
33	State general fund	\$ 866,200
34	Prison construction and	
35	operations fund	2,400
36	Private prison per diem	\$ 80,569,800
37	Fund sources:	
38	State general fund	\$ 51,678,300
39	Corrections fund	28,674,300
40	Prison construction and	
41	operations fund	217,200
42	Provisional beds	\$ 91,412,800

1	Fund sources:	
2	State general fund	\$ 87,299,400
3	Prison construction and	
4	operations fund	3,057,200
5	Penitentiary land fund	1,056,200
6	Performance measures:	
7	Escapes from secure facilities	0
8	Number of inmates receiving GED	2,500
9	Number of inmate random positive	
10	urinalysis results	900

11 Twenty-five per cent of land earnings and interest from the state  
12 charitable, penal and reformatory institutions land fund shall be distributed  
13 to the department of corrections in compliance with the enabling act and the  
14 Constitution of Arizona to be used for the support of state penal  
15 institutions.

16 One hundred per cent of land earnings and interest from the  
17 penitentiary land fund shall be distributed to the department of corrections  
18 in compliance with the enabling act and the Constitution of Arizona to be  
19 used for the support of state penal institutions.

20 Before the expenditure of any state education fund for correctional  
21 education receipts in excess of \$1,102,500, the department of corrections  
22 shall report the intended use of the monies to the director of the joint  
23 legislative budget committee.

24 Before altering its bed capacity by closing state-operated prison beds  
25 or canceling or not renewing contracts for privately-operated prison beds,  
26 the department of corrections shall submit a bed plan detailing the proposed  
27 bed closures for review by the joint legislative budget committee.

28 The personal services and employee-related expenditures for  
29 overtime/compensatory time line item includes monies for personal services  
30 and employee-related expenditure costs from overtime and compensatory time  
31 payouts accrued by department employees in fiscal year 2007-2008.

32 Before placing any additional inmates in out-of-state provisional beds,  
33 the department shall place inmates in all available prison beds in facilities  
34 that are located in Arizona and that house Arizona inmates, unless the  
35 out-of-state provisional beds are of a comparable security level and price.

36 Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,  
37 any transfer to or from the amounts appropriated for county jail beds,  
38 personal services and employee-related expenditures for overtime/compensatory  
39 time, private prison per diem or provisional beds line items shall require  
40 review by the joint legislative budget committee.

41 The Arizona department of administration shall charge the department of  
42 corrections for employer general fund health and dental insurance based on  
43 actual enrollment in fiscal year 2007-2008.

1 A monthly report comparing department of corrections expenditures for  
 2 the month and year-to-date as compared to prior year expenditures shall be  
 3 forwarded to the president of the senate, the speaker of the house of  
 4 representatives, the chairpersons of the senate and house of representatives  
 5 appropriations committees and the director of the joint legislative budget  
 6 committee by the thirtieth of the following month. The report shall include  
 7 at least each line item of appropriation and the main components of all other  
 8 operating expenditures. The report shall include an estimate of potential  
 9 shortfalls, potential surpluses that may be available to offset these  
 10 shortfalls and a plan, if necessary, for eliminating any shortfall without a  
 11 supplemental appropriation.

12 The department of corrections shall continue to maintain the security  
 13 threat group unit and report to the joint legislative budget committee by  
 14 September 1, 2007 on funding and personnel requirements to facilitate the  
 15 identification of gang members, including implementation of an enhanced phone  
 16 monitoring system, and options for joining the California gangnet system.

17 The department of corrections shall work with the department of public  
 18 safety's gang and immigration intelligence team enforcement mission to combat  
 19 gang activity. The state department of corrections and the department of  
 20 public safety shall report jointly to the joint legislative budget committee  
 21 by December 1, 2007 on their collaborative efforts and procedures.

22 Department of corrections personnel in the correctional officer series  
 23 who receive a geographic stipend shall not retain the geographic stipend  
 24 associated with that facility when transferring to other department  
 25 facilities.

26 The amount appropriated for provisional beds includes \$33,193,000 for  
 27 the department to contract for 2,060 new provisional beds in fiscal year  
 28 2007-2008.

29 Sec. 22. COSMETOLOGY BOARD

	<u>2007-08</u>	<u>2008-09</u>
31 FTE positions	24.5	24.5
32 Lump sum appropriation	\$ 1,797,100**	\$ 1,705,400
33 Fund sources:		
34 Board of cosmetology fund	\$ 1,797,100	\$ 1,705,400
35 Performance measures:		
36 Average calendar days to resolve a complaint	120	120
37 Average calendar days to renew a license	10	10
38 Customer satisfaction rating (Scale 1-8)	7.3	7.3

39 Sec. 23. ARIZONA CRIMINAL JUSTICE COMMISSION

	<u>2007-08</u>	<u>2008-09</u>
41 FTE positions	8.0	8.0
42 Operating lump sum appropriation	\$ 1,929,900	\$ 1,774,800
43 County methamphetamine interdiction	- 0 -	2,000,000

1	Rural state aid to county attorneys	157,700	157,700
2	Rural state aid to indigent defense	150,100	150,100
3	State aid to county attorneys	1,052,500	1,052,500
4	State aid to indigent defense	999,200	999,200
5	Victim compensation and assistance	<u>3,800,000</u>	<u>3,800,000</u>
6	Total appropriation - Arizona criminal		
7	justice commission	\$ 8,089,400	\$ 9,934,300
8	Fund sources:		
9	State general fund	\$ 1,302,000	\$ 3,302,000
10	Criminal justice enhancement fund	935,700	780,600
11	Victim compensation and assistance		
12	fund	3,800,000	3,800,000
13	State aid to county attorneys fund	1,052,500	1,052,500
14	State aid to indigent defense fund	999,200	999,200
15	Performance measures:		
16	Number of grants awarded in a timely manner		
17	to victim services providers	42	42
18	Customer satisfaction rating (Scale 1-10)	9.2	9.2
19	All victim compensation and victim assistance receipts received by the		
20	Arizona criminal justice commission in excess of \$3,800,000 in fiscal year		
21	2007-2008 and \$3,800,000 in fiscal year 2008-2009 are appropriated to the		
22	crime victims program. Before the expenditure of any victim compensation and		
23	victim assistance receipts in excess of \$3,800,000 in fiscal year 2007-2008		
24	and \$3,800,000 in fiscal year 2008-2009, the Arizona criminal justice		
25	commission shall submit the intended use of the monies for review by the		
26	joint legislative budget committee.		
27	Notwithstanding any other law, the amount appropriated for rural state		
28	aid to county attorneys and rural state aid to indigent defense shall be		
29	allocated to counties with populations of less than five hundred thousand		
30	persons.		
31	Monies for the grants management automation projects shall not be spent		
32	and shall revert to the criminal justice enhancement fund if the government		
33	information technology agency does not approve the project investment		
34	justification for the grants management automation projects.		
35	Sec. 24. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND		
36		<u>2007-08</u>	<u>2008-09</u>
37	<u>Phoenix day school for the deaf</u>		
38	FTE positions	177.2	177.2
39	Operating lump sum appropriation	\$ 9,887,400	\$ 9,887,400
40	School bus replacement	450,000	461,300
41	Voucher fund adjustment	<u>170,200</u>	<u>299,800</u>
42	Total - Phoenix day school for the deaf	\$ 10,507,600	\$ 10,648,500

1	Fund sources:		
2	State general fund	\$ 5,610,200	\$ 5,621,500
3	Arizona state schools for the		
4	deaf and the blind fund	4,897,400	5,027,000
5	<u>Tucson campus</u>		
6	FTE positions	312.1	312.1
7	Operating lump sum appropriation	\$ 16,943,600	\$ 16,893,100
8	School bus replacement	180,000	276,700
9	Voucher fund adjustment	<u>5,200</u>	<u>59,700</u>
10	Total - Tucson campus	\$ 17,128,800	\$ 17,229,500
11	Fund sources:		
12	State general fund	\$ 10,568,700	\$ 10,614,900
13	Arizona state schools for the		
14	deaf and the blind fund	6,560,100	6,614,600
15	<u>Regional cooperatives</u>		
16	FTE positions	28.1	28.1
17	Lump sum appropriation	\$ 1,841,500	\$ 1,841,500
18	Voucher fund adjustment	<u>16,300</u>	<u>17,500</u>
19	Total - Regional cooperatives	\$ 1,857,800	\$ 1,859,000
20	Fund sources:		
21	State general fund	\$ 1,420,100	\$ 1,420,100
22	Arizona state schools for the		
23	deaf and the blind fund	437,700	438,900
24	<u>Preschool/outreach programs</u>		
25	FTE positions	69.8	69.8
26	Lump sum appropriation	\$ 5,138,200	\$ 5,138,200
27	Voucher fund adjustment	<u>309,000</u>	<u>501,500</u>
28	Total - Preschool/outreach programs	\$ 5,447,200	\$ 5,639,700
29	Fund sources:		
30	State general fund	\$ 3,024,800	\$ 3,024,800
31	Arizona state schools for the		
32	deaf and the blind fund	<u>2,422,400</u>	<u>2,614,900</u>
33	Total appropriation - Arizona state schools		
34	for the deaf and the blind	\$ 34,941,400	\$ 35,376,700
35	Fund sources:		
36	State general fund	\$ 20,623,800	\$ 20,681,300
37	Arizona state schools for the		
38	deaf and the blind fund	14,317,600	14,695,400
39	Performance measures:		
40	Per cent of parents rating overall quality of		
41	services as "good" or "excellent" based		
42	on annual survey	95	95

1	Per cent of students in grade 5 meeting or		
2	exceeding state academic standards in:		
3	Reading	28	28
4	Writing	25	25
5	Math	30	30

6	Per cent of students in high school meeting or		
7	exceeding state academic standards in:		
8	Reading	25	25
9	Writing	25	25
10	Math	20	20

11 Before the expenditure of any monies in the voucher fund adjustment  
 12 line item in fiscal year 2007-2008 and fiscal year 2008-2009, the joint  
 13 legislative budget committee shall review the intended use of the funds.

14 Before the expenditure of any Arizona state schools for the deaf and  
 15 the blind fund monies in excess of \$14,317,600 in fiscal year 2007-2008 and  
 16 \$14,695,400 in fiscal year 2008-2009, the joint legislative budget committee  
 17 shall review the intended use of the funds.

18 Sec. 25. COMMISSION FOR THE DEAF AND THE HARD OF HEARING

	<u>2007-08</u>	<u>2008-09</u>
19		
20	FTE positions	16.0
21	Lump sum appropriation	\$ 5,387,300
22	Fund sources:	
23	Telecommunication fund for	
24	the deaf	\$ 5,387,300
25	Performance measures:	
26	Average number of days to issue a voucher	15
27	Customer satisfaction rating with the	
28	voucher program (Scale 1-8)	7.8

29 Sec. 26. STATE BOARD OF DENTAL EXAMINERS

	<u>2007-08</u>	<u>2008-09</u>
30		
31	FTE positions	11.0
32	Lump sum appropriation	\$ 1,106,800**
33	Fund sources:	
34	Dental board fund	\$ 1,106,800
35	Performance measures:	
36	Average calendar days to resolve a complaint	98
37	Average calendar days to renew a license	10
38	Customer satisfaction rating (Scale 1-5)	4

39 Sec. 27. DRUG AND GANG PREVENTION RESOURCE CENTER

	<u>2007-08</u>	<u>2008-09</u>
40		
41	FTE positions	6.3
42	Lump sum appropriation	\$ 616,400

1	Fund sources:		
2	Drug and gang prevention		
3	resource center fund	\$ 295,800	\$ 295,800
4	Intergovernmental agreements		
5	and grants	320,600	320,600

6	Performance measures:		
7	Customer satisfaction rating of agencies		
8	served by the center (Scale 1-8)	7.2	7.2

9 Intergovernmental agreements and grants revenues in excess of \$320,600  
10 in fiscal year 2007-2008 and \$320,600 in fiscal year 2008-2009 are  
11 appropriated for expenditure. Before the expenditure of these monies, the  
12 center shall provide an expenditure plan for review by the joint legislative  
13 budget committee.

14 Sec. 28. DEPARTMENT OF ECONOMIC SECURITY

15 2007-08

16 Administration

17	FTE positions	302.2
18	Operating lump sum appropriation	\$ 40,992,700

19	Fund sources:	
20	State general fund	\$ 32,766,600
21	Federal child care and	
22	development fund block grant	1,127,000
23	Federal temporary assistance	
24	for needy families block grant	5,015,200
25	Public assistance collections	
26	fund	129,800
27	Special administration fund	607,300
28	Spinal and head injuries trust	
29	fund	87,600
30	Statewide cost allocation plan	
31	fund	1,000,000
32	Federal Reed act grant	259,200

33	Finger imaging	\$ 736,000
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34	Fund sources:	
35	State general fund	\$ 459,400
36	Federal temporary assistance	
37	for needy families block	
38	grant	276,600

39	Lease-purchase equipment	\$ 1,799,000
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40	Fund sources:	
41	State general fund	\$ 1,138,000
42	Federal temporary assistance	
43	for needy families block	
44	grant	661,000
45	Public assistance collections	\$ 517,600

1	Fund sources:		
2	Federal temporary assistance for		
3	needy families block grant	\$	250,900
4	Public assistance collections		
5	fund		266,700
6	Attorney general legal services	\$	942,900
7	Fund sources:		
8	State general fund	\$	659,600
9	Federal child care and development		
10	fund block grant		16,600
11	Federal temporary assistance for		
12	needy families block grant		162,000
13	Public assistance collections		
14	fund		104,700
15	Triagency disaster recovery	\$	271,500
16	Fund sources:		
17	Risk management fund	\$	271,500
18	In accordance with section 35-142.01, Arizona Revised Statutes, the		
19	department of economic security shall remit to the department of		
20	administration any monies received as reimbursement from the federal		
21	government or any other source for the operation of the department of		
22	economic security west building and any other building lease-purchased by the		
23	state of Arizona in which the department of economic security occupies space.		
24	The department of administration shall deposit these monies in the state		
25	general fund.		
26	In accordance with section 38-654, Arizona Revised Statutes, the		
27	department of economic security shall transfer to the department of		
28	administration for deposit in the special employee health insurance trust		
29	fund any unexpended state general fund monies at the end of each fiscal year		
30	appropriated for employer health insurance contributions.		
31	<u>Developmental disabilities</u>		
32	FTE positions		197.9
33	Operating lump sum appropriation	\$	3,984,700
34	Fund sources:		
35	State general fund	\$	3,984,700
36	Case management	\$	4,366,000
37	Fund sources:		
38	State general fund	\$	4,366,000
39	Home and community based		
40	services	\$	36,647,500
41	Fund sources:		
42	State general fund	\$	35,799,400
43	Long-term care system fund		848,100
44	Institutional services	\$	294,900

1	Fund sources:	
2	State general fund	\$ 294,900
3	Arizona training program at	
4	Coolidge	\$ 546,900
5	Fund sources:	
6	State general fund	\$ 546,900
7	State-funded long-term care	
8	services	\$ 24,911,600
9	Fund sources:	
10	State general fund	\$ 762,900
11	Long-term care system fund	24,148,700
12	Autism training and oversight	\$ 200,000
13	Fund sources:	
14	Tobacco tax and healthcare -	
15	health research account	\$ 200,000
16	Children's autism intensive	
17	behavioral treatment services	\$ 1,800,000
18	Fund sources:	
19	State general fund	\$ 1,800,000
20	Children's autism intensive early	
21	intervention services for toddlers	\$ 500,000
22	Fund sources:	
23	State general fund	\$ 500,000
24	Performance measures:	
25	Per cent of consumer satisfaction with	
26	case management services	97
27	Per cent of consumers living at home who	
28	are satisfied with services and supports	70
29	Per cent of families of children under 18	
30	who are satisfied with services and supports	65
31	Per cent of families or individuals 18 years	
32	or older, who do not live at home with	
33	family, who are satisfied with services	
34	and supports	89

35 It is the intent of the legislature that any available surplus monies  
36 for developmental disability programs be applied toward the waiting list,  
37 unless there are insufficient monies to annualize these costs in the  
38 subsequent year. The children's waiting list shall receive first priority.  
39 The amount appropriated for developmental disabilities shall be used to  
40 provide for services for nontitle XIX eligible clients. The amount shall not  
41 be used for other purposes, unless a transfer of monies is reviewed by the  
42 joint legislative budget committee.

1 The department of economic security shall report all new placements  
 2 into a state-owned ICF-MR or the Arizona training program at Coolidge campus  
 3 in fiscal year 2007-2008 to the president of the senate, the speaker of the  
 4 house of representatives, the chairpersons of the senate and house of  
 5 representatives appropriations committees and the director of the joint  
 6 legislative budget committee and the reason why this placement, rather than a  
 7 placement into a privately run facility for the developmentally disabled, was  
 8 deemed as the most appropriate placement. The department shall also report  
 9 if no new placements were made. This report shall be made available by July  
 10 15, 2008.

11 Long-term care

12 FTE positions 1,664.0  
 13 Operating lump sum appropriation \$ 31,951,700

14 Fund sources:

15 State general fund \$ 10,772,100  
 16 Expenditure authority 21,179,600  
 17 Case management \$ 37,703,200

18 Fund sources:

19 State general fund \$ 12,742,700  
 20 Expenditure authority 24,960,500

21 Home and community based  
 22 services

\$562,266,000

23 Fund sources:

24 State general fund \$189,667,600  
 25 Expenditure authority 372,598,400

26 Institutional services

\$ 13,475,700

27 Fund sources:

28 State general fund \$ 4,444,200  
 29 Expenditure authority 9,031,500

30 Medical services

\$113,636,900

31 Fund sources:

32 State general fund \$ 38,561,000  
 33 Expenditure authority 75,075,900

34 Arizona training program at  
 35 Coolidge

\$ 16,344,600

36 Fund sources:

37 State general fund \$ 5,421,400  
 38 Expenditure authority 10,923,200

39 Fee-for-service and reinsurance

\$ 3,669,000

40 Fund sources:

41 State general fund \$ 1,237,600  
 42 Expenditure authority 2,431,400

43 Medicare clawback payments

\$ 2,184,400

44 Fund sources:

45 State general fund \$ 2,184,400

1 All monies in the long-term care system fund unexpended and  
2 unencumbered at the end of fiscal year 2007-2008 revert to the state general  
3 fund, subject to approval by the Arizona health care cost containment system.

4 The department shall report to the joint legislative budget committee  
5 by March 1 of each year on preliminary actuarial estimates of the capitation  
6 rate changes for the following fiscal year along with the reasons for the  
7 estimated changes. For any actuarial estimates that include a range, the  
8 total range from minimum to maximum shall be not more than two per cent.  
9 Before implementation of any changes in capitation rates for the long-term  
10 care program, the department of economic security shall report for review the  
11 expenditure plan to the joint legislative budget committee. Before the  
12 department implements any changes in policy affecting the amount,  
13 sufficiency, duration and scope of health care services and who may provide  
14 services, the department shall prepare a fiscal impact analysis on the  
15 potential effects of this change on the following year's capitation rates.  
16 If the fiscal analysis demonstrates that these changes will result in  
17 additional state costs of \$500,000 or greater for a given fiscal year, the  
18 department shall submit the policy changes for review by the joint  
19 legislative budget committee.

20 Prior to the implementation of any developmentally disabled or long  
21 term care statewide provider rate increases not already specifically  
22 authorized by the legislature, court mandates or changes to federal law, the  
23 department shall submit a report for review by the joint legislative budget  
24 committee. The report shall include, at a minimum, the estimated cost of the  
25 provider rate increase and the ongoing source of funding for the increase.

26 The amounts above include \$6,998,700 from the state general fund and  
27 \$11,624,900 from matching federal expenditure authority to raise rates of  
28 community service providers and independent service agreement providers  
29 contracting with the division of developmental disabilities. This amount is  
30 estimated to be the equivalent of one hundred per cent of fiscal year  
31 2007-2008 market rates for all services on the published rate schedule. It  
32 is the intent of the legislature that the division request the Arizona health  
33 care cost containment system administration to approve a capitation rate  
34 increase retroactive to July 1, 2007 to make provider rate increases  
35 effective July 1, 2007. By July 1, 2007, the division shall obtain approval  
36 for a rate increase implementation proposal from AHCCCS. By August 1, 2007,  
37 the division shall submit the implementation plan for review by the joint  
38 legislative budget committee. The adjusted rates shall be implemented  
39 beginning with provider payments due for services performed in August 2007.  
40 Payment for retroactive reimbursement due for services provided in July 2007  
41 shall be paid to providers no later than September 15, 2007.

1 The appropriated amount provides funding for a fiscal year 2007-2008  
 2 capitation rate increase of 4.0 per cent above fiscal year 2006-2007  
 3 excluding salary, benefits, and other statewide adjustments. The department  
 4 shall reallocate resources within its existing budget to pay for any  
 5 capitation rate increases above 5.0 per cent excluding salary, benefits, and  
 6 other statewide adjustments without supplemental funding.

7 Benefits and medical eligibility

8	FTE positions	575.6
9	Operating lump sum appropriation	\$ 34,688,500
10	Fund sources:	
11	State general fund	\$ 24,671,100
12	Federal temporary assistance	
13	for needy families block grant	10,017,400
14	Temporary assistance for	
15	needy families cash	
16	benefits	\$125,148,000
17	Fund sources:	
18	State general fund	\$ 45,850,800
19	Federal temporary assistance	
20	for needy families block	
21	grant	79,297,200
22	General assistance	\$ 3,060,800
23	Fund sources:	
24	State general fund	\$ 3,060,800
25	Document management	\$ 494,600
26	Fund sources:	
27	State general fund	\$ 494,600
28	Eligibility system upgrade	\$ 963,300
29	Fund sources:	
30	State general fund	\$ 963,300
31	FLSA supplement	\$ 508,900
32	Fund sources:	
33	Federal temporary assistance for	
34	needy families block grant	\$ 508,900
35	Tribal pass-through funding	\$ 4,288,700
36	Fund sources:	
37	State general fund	\$ 4,288,700
38	Tuberculosis control payments	\$ 32,200
39	Fund sources:	
40	State general fund	\$ 32,200

1	Performance measures:	
2	Per cent of cash benefits issued timely	98.6
3	Per cent of total cash benefits payments	
4	issued accurately	95.0
5	Per cent of total food stamps payments	
6	issued accurately	95.0
7	Per cent of clients satisfied with family	
8	assistance administration	90.0

9 The operating lump sum appropriation may be expended on Arizona health  
 10 care cost containment system eligibility determinations based on the results  
 11 of the Arizona random moment sampling survey.

12 Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,  
 13 any transfer to or from the \$125,148,000 appropriated for temporary  
 14 assistance for needy families cash benefits requires review by the joint  
 15 legislative budget committee.

16 Of the amount appropriated for temporary assistance for needy families  
 17 cash benefits, \$500,000 reflects appropriation authority only to ensure  
 18 sufficient cashflow to administer cash benefits for tribes operating their  
 19 own welfare programs. The department shall notify the joint legislative  
 20 budget committee and the governor's office of strategic planning and  
 21 budgeting staff before the use of any of the \$500,000 appropriation  
 22 authority.

23 The department shall report to the joint legislative budget committee  
 24 by the end of each calendar quarter on progress made in meeting federal TANF  
 25 work participation requirements.

26 Child support enforcement

27	FTE positions	863.8
28	Operating lump sum appropriation	\$ 44,355,500

29 Fund sources:

30	State general fund	\$ 7,596,900
31	Child support enforcement	
32	administration fund	9,400,800
33	Expenditure authority	27,357,800
34	Genetic testing	\$ 360,000

35 Fund sources:

36	State general fund	\$ 122,400
37	Expenditure authority	237,600
38	Central payment processing	\$ 3,275,700

39 Fund sources:

40	State general fund	\$ 444,700
41	Child support enforcement	
42	administration fund	1,573,800
43	Expenditure authority	1,257,200
44	County participation	\$ 6,845,200

1	Fund sources:	
2	Child support enforcement	
3	administration fund	\$ 1,384,100
4	Expenditure authority	5,461,100
5	Attorney general legal services	\$ 9,239,000
6	Fund sources:	
7	State general fund	\$ 718,200
8	Child support enforcement	
9	administration fund	2,332,200
10	Expenditure authority	6,188,600
11	Performance measures:	
12	Total IV-D collections	\$330,000,000
13	Ratio of current IV-D support collected	
14	and distributed to current IV-D support	
15	due	45.0
16	All state share of retained earnings, fees and federal incentives above	
17	\$14,690,900 received by the division of child support enforcement are	
18	appropriated for operating expenditures. New full-time equivalent positions	
19	may be authorized with the increased funding. The division of child support	
20	enforcement shall report the intended use of the monies to the president of	
21	the senate, the speaker of the house of representatives, the chairpersons of	
22	the senate and house of representatives appropriations committees and the	
23	director of the joint legislative budget committee and the director of the	
24	governor's office of strategic planning and budgeting.	
25	<u>Aging and community services</u>	
26	FTE positions	108.6
27	Operating lump sum appropriation	\$ 6,819,000
28	Fund sources:	
29	State general fund	\$ 6,579,400
30	Federal temporary assistance	
31	for needy families block	
32	grant	239,600
33	Adult services	\$ 19,277,700
34	Fund sources:	
35	State general fund	\$ 19,277,700
36	Community and emergency	
37	services	\$ 5,924,900
38	Fund sources:	
39	Federal temporary assistance	
40	for needy families block	
41	grant	\$ 5,424,900
42	Utility assistance fund	500,000
43	Coordinated hunger	\$ 2,014,600

1	Fund sources:	
2	State general fund	\$ 1,514,600
3	Federal temporary assistance	
4	for needy families block	
5	grant	500,000
6	Coordinated homeless	\$ 2,804,900
7	Fund sources:	
8	State general fund	\$ 1,155,400
9	Federal temporary assistance	
10	for needy families block	
11	grant	1,649,500
12	Domestic violence prevention	\$ 16,647,400
13	Fund sources:	
14	State general fund	\$ 8,326,700
15	Federal temporary assistance	
16	for needy families block	
17	grant	6,620,700
18	Domestic violence shelter fund	1,700,000
19	Community-based marriage and	
20	communication skills program	
21	fund deposit	\$ 1,200,000
22	Fund sources:	
23	State general fund	\$ 1,200,000
24	Performance measures:	
25	Adult protective services investigation	
26	per cent rate	100

27 The department shall report on activities of food distribution efforts  
 28 funded through the monies in the coordinated hunger special line item to the  
 29 joint legislative budget committee by March 15, 2008. The report shall  
 30 demonstrate how the food was distributed and shall include letters from each  
 31 participating food bank stating its satisfaction with the distribution and  
 32 the department shall verify that food products have been distributed through  
 33 regional food banks to all rural areas of the state.

34 All domestic violence shelter fund monies above \$1,700,000 received by  
 35 the department of economic security are appropriated for the domestic  
 36 violence prevention line item. The department of economic security shall  
 37 report the intended use of the monies above \$1,700,000 to the joint  
 38 legislative budget committee.

39 The department of economic security shall report to the joint  
 40 legislative budget committee on the amount of state and federal monies  
 41 available statewide for domestic violence funding by December 15, 2007. The  
 42 report shall include, at a minimum, the amount of monies available and the  
 43 state fiscal agent receiving those monies.

1 It is the intent of the legislature that the department use at least  
 2 \$1,038,900 of federal temporary assistance for needy families block grant  
 3 monies in the appropriation for community and emergency services to ensure  
 4 that councils of governments and tribal governments receive at least the same  
 5 amount of federal social services block grant monies that those entities  
 6 received in fiscal year 2000-2001.

7 The department shall apply for the maximum allowable federal temporary  
 8 assistance for needy families block grant funding in fiscal year 2007-2008  
 9 available to the state through a grant program to promote healthy marriages  
 10 and responsible fatherhood. These monies shall be deposited in the  
 11 community-based marriage and communication skills program fund established by  
 12 section 41-2032, Arizona Revised Statutes, for at least the following  
 13 purposes:

- 14 1. Marketing and advertising of marriage skills classes.
- 15 2. The community-based relationship skills high school pilot program.

16 Children, youth and families

17 FTE positions 1,535.5  
 18 Operating lump sum appropriation \$ 88,625,500

19 Fund sources:

20 State general fund \$ 59,309,900  
 21 Children and family services  
 22 training program fund 209,600  
 23 Federal temporary assistance  
 24 for needy families block  
 25 grant 29,106,000

26 Adoption services \$ 46,928,300

27 Fund sources:

28 State general fund \$ 36,242,200  
 29 Federal temporary assistance  
 30 for needy families block  
 31 grant 10,686,100

32 Adoption services - academic tutoring \$ 300,000

33 Fund sources:

34 State general fund \$ 300,000

35 Adoption services - family  
 36 preservation projects \$ 1,000,000

37 Fund sources:

38 Federal temporary assistance  
 39 for needy families block  
 40 grant \$ 1,000,000

41 Attorney general legal  
 42 services \$ 10,816,300

1	Fund sources:	
2	State general fund	\$ 10,765,900
3	Federal temporary assistance	
4	for needy families block	
5	grant	50,400
6	Child abuse prevention	\$ 824,700
7	Fund sources:	
8	Child abuse prevention fund	\$ 824,700
9	Children support services	\$ 62,282,400
10	Fund sources:	
11	State general fund	\$ 45,403,300
12	Child abuse prevention fund	750,000
13	Federal temporary assistance	
14	for needy families block	
15	grant	16,129,100
16	Comprehensive medical and dental	
17	program	\$ 2,057,000
18	Fund sources:	
19	State general fund	\$ 2,057,000
20	Child protective services appeals	\$ 705,200
21	Fund sources:	
22	State general fund	\$ 705,200
23	Child protective services	
24	expedited substance abuse	
25	treatment fund deposit	\$ 224,500
26	Fund sources:	
27	State general fund	\$ 224,500
28	CPS emergency placement	\$ 5,186,500
29	Fund sources:	
30	State general fund	\$ 2,180,100
31	Federal temporary assistance	
32	for needy families block	
33	grant	3,006,400
34	Education and training vouchers	\$ 700,000
35	Fund sources:	
36	State general fund	\$ 700,000
37	Family builders program	\$ 5,200,000
38	Fund sources:	
39	Federal temporary assistance for	
40	needy families block grant	\$ 5,200,000
41	Foster care placement	\$ 23,362,600

1	Fund sources:	
2	State general fund	\$ 17,139,500
3	Federal temporary assistance for	
4	needy families block grant	6,223,100
5	Healthy families	\$ 13,750,000
6	Fund sources:	
7	State general fund	\$ 8,715,800
8	Federal temporary assistance for	
9	needy families block grant	5,034,200
10	Homeless youth intervention	\$ 400,000
11	Fund sources:	
12	Federal temporary assistance for	
13	needy families block grant	\$ 400,000
14	Independent living maintenance	\$ 3,136,000
15	Fund sources:	
16	State general fund	\$ 3,136,000
17	Intensive family services	\$ 1,985,600
18	Fund sources:	
19	State general fund	\$ 1,985,600
20	Joint substance abuse treatment	
21	fund - state general fund	\$ 5,000,000
22	Fund sources:	
23	State general fund	\$ 5,000,000
24	Permanent guardianship subsidy	\$ 8,051,600
25	Fund sources:	
26	State general fund	\$ 7,192,300
27	Federal temporary assistance for	
28	needy families block grant	859,300
29	CPS residential placement	\$ 17,710,000
30	Fund sources:	
31	State general fund	\$ 6,543,400
32	Federal temporary assistance for	
33	needy families block grant	11,166,600
34	Temporary assistance for needy	
35	families deposit to the joint	
36	substance abuse treatment fund	\$ 2,000,000
37	Fund sources:	
38	Federal temporary assistance for	
39	needy families block grant	\$ 2,000,000

1	Performance measures:	
2	Per cent of newly hired CPS specialists	
3	completing training within 7 months	
4	of hire	100
5	Per cent of children in out-of-home care	
6	who have not returned to their families	
7	or been permanently placed elsewhere	
8	for more than 24 consecutive months	19
9	Per cent of CPS reports responded to by CPS	
10	staff	100
11	Per cent of CPS original dependencies	
12	cases where court denied or dismissed	<1
13	Per cent of office of administrative hearings	
14	where CPS case findings are affirmed	90
15	Per cent of CPS complaints reviewed by	
16	the office of the ombudsman-citizens	
17	aide where allegations are reported	
18	as valid by the ombudsman	13
19	Average number of days spent in shelter	
20	placements	15
21	Number of children in shelter care more	
22	than 21 days	0
23	Number of children under 3 in shelter care	0
24	Number of children under 6 in group homes	0

25 Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,  
 26 any transfer to or from the amounts appropriated for children support  
 27 services, CPS emergency placement, CPS residential placement or foster care  
 28 placement requires review by the joint legislative budget committee.

29 Of the amounts appropriated for children support services, CPS  
 30 emergency placement, CPS residential placement and foster care placement,  
 31 \$22,613,100 is appropriated from the federal temporary assistance for needy  
 32 families block grant to the social services block grant for deposit in the  
 33 following line items in the following amounts:

34	Children support services	5,371,700
35	CPS emergency placement	2,333,700
36	CPS residential placement	9,833,300
37	Foster care placement	5,074,400

38 The department of economic security shall provide training to any new  
 39 child protective services FTE positions before assigning to any of these  
 40 employees any client caseload duties.

1 It is the intent of the legislature that the department of economic  
 2 security shall use the funding in the division of children, youth and  
 3 families to achieve a one hundred per cent investigation rate.

4 It is the intent of the legislature that the \$1,000,000 appropriated to  
 5 the adoption services - family preservation projects line item be used to  
 6 promote adoption as an option for children, including but not limited to  
 7 promoting the agency's adoption program and temporary adoption subsidy  
 8 payment increases to current adoption subsidy clients. The department shall  
 9 report the intended use of these monies for review by the joint legislative  
 10 budget committee by August 1 of each year. The report shall include an  
 11 evaluation of the most effective means of expending these funds and  
 12 performance measures to gauge the program's success. The report shall  
 13 reflect the recommendations of any statutory committee established to provide  
 14 recommendations on this appropriation.

15 Employment and rehabilitation services

16 FTE positions 559.9

17 Operating lump sum appropriation \$ 31,374,000

18 Fund sources:

19 State general fund \$ 9,471,900

20 Federal child care and development  
 21 fund block grant 10,108,000

22 Federal temporary assistance for  
 23 needy families block grant 5,712,800

24 Workforce investment act grant 2,210,200

25 Special administration fund 85,000

26 Spinal and head injuries trust  
 27 fund 549,600

28 Federal Reed act grant 3,236,500

29 JOBS \$ 22,936,400

30 Fund sources:

31 State general fund \$ 1,823,300

32 Federal temporary assistance for  
 33 needy families block grant 17,613,100

34 Workforce investment act grant 2,000,000

35 Special administration fund 1,500,000

36 Day care subsidy \$162,289,000

37 Fund sources:

38 State general fund \$ 84,482,900

39 Federal child care and  
 40 development fund block grant 69,785,800

41 Federal temporary assistance for  
 42 needy families block grant 8,020,300

43 Transitional child care \$ 36,193,000

1	Fund sources:	
2	Federal child care and	
3	development fund block	
4	grant	\$ 36,193,000
5	Vocational rehabilitation	
6	services	\$ 5,419,100
7	Fund sources:	
8	State general fund	\$ 5,214,400
9	Spinal and head injuries	
10	trust fund	204,700
11	Independent living rehabilitation	
12	services	\$ 2,491,900
13	Fund sources:	
14	State general fund	\$ 784,200
15	Spinal and head injuries trust	
16	fund	1,707,700
17	Summer youth employment and training	\$ 1,000,000
18	Fund sources:	
19	State general fund	\$ 1,000,000
20	Workforce investment act - local	
21	governments	\$ 48,040,600
22	Fund sources:	
23	Workforce investment act grant	\$ 48,040,600
24	Workforce investment act -	
25	discretionary	\$ 3,614,000
26	Fund sources:	
27	Workforce investment act grant	\$ 3,614,000
28	Performance measures:	
29	Number of TANF recipients who obtained	
30	employment	20,000
31	Per cent of customer satisfaction with	
32	child care	95.6
33	Vocational rehabilitation individuals	
34	successfully rehabilitated	4,000

35 Of the \$162,289,000 appropriated for day care subsidy, \$107,909,000 is  
36 for a program in which the upper income limit is no more than one hundred  
37 sixty-five per cent of the federal poverty level. This provision shall not  
38 be construed to impose a duty on an officer, agent or employee of the state  
39 to discharge a responsibility or to create any right in a person or group if  
40 the discharge or right would require an expenditure of state monies in excess  
41 of the \$107,909,000 appropriation.

1           The amounts appropriated for day care subsidy and transitional child  
2 care shall be used exclusively for child care costs unless a transfer of  
3 monies is reviewed by the joint legislative budget committee. Monies shall  
4 not be used from these appropriated amounts for any other expenses of the  
5 department of economic security unless a transfer of monies is reviewed by  
6 the joint legislative budget committee.

7           Monies in the child care subsidy and transitional child care line items  
8 shall be used to provide services only to residents of the state of Arizona  
9 who are verified to be citizens, legal residents, or otherwise legally  
10 present in the United States by a means other than self-declaration.  
11 Self-declaration means a written declaration, under penalty of perjury, that  
12 the recipient of services is a citizen, legal resident, or otherwise legally  
13 present in the United States.

14           Of the sums appropriated, \$7,288,900 from the day care subsidy line  
15 item and \$1,711,100 from the transitional child care line item shall be used  
16 to increase the maximum provider reimbursement rate for every district, age  
17 group and type of service by 5 per cent in fiscal year 2007-2008.

18           All spinal and head injuries trust fund receipts received by the  
19 department of economic security in excess of \$2,462,000 are appropriated to  
20 the independent living rehabilitation services line item. Before the  
21 expenditure of any spinal and head injuries trust fund receipts in excess of  
22 \$2,462,000, the department of economic security shall submit the intended use  
23 of the monies for review by the joint legislative budget committee.

24           Monies appropriated to the workforce investment act - discretionary  
25 line item may not be expended until a proposed expenditure plan has been  
26 reviewed by the joint legislative budget committee.

27           All federal workforce investment act discretionary funds that are  
28 received by the state in excess of \$3,614,000 are appropriated to the  
29 workforce investment act - discretionary line item. Excess monies may not be  
30 spent until a proposed expenditure plan for the excess monies has been  
31 reviewed by the joint legislative budget committee.

32           All federal workforce investment act funds for local governments that  
33 are received by the state in excess of \$48,040,600 are appropriated to the  
34 workforce investment act - local governments line item. Excess monies may  
35 not be spent until a proposed expenditure plan for the excess monies has been  
36 reviewed by the joint legislative budget committee.

37           Performance measures:

38 Agencywide customer satisfaction rating

39           (Scale 1-5)

3.8

40           The above appropriations are in addition to funds granted to the state  
41 by the federal government for the same purposes but shall be deemed to  
42 include the sums deposited in the state treasury to the credit of the  
43 department of economic security pursuant to section 42-5029, Arizona Revised  
44 Statutes.

1 A monthly report comparing total expenditures for the month and  
 2 year-to-date as compared to prior year totals shall be forwarded to the  
 3 president of the senate, the speaker of the house of representatives, the  
 4 chairpersons of the senate and house of representatives appropriations  
 5 committees and the director of the joint legislative budget committee by the  
 6 thirtieth of the following month. The report shall include an estimate of  
 7 (1) potential shortfalls in entitlement programs, (2) potential federal and  
 8 other funds, such as the statewide assessment for indirect costs, and any  
 9 projected surplus in state supported programs that may be available to offset  
 10 these shortfalls and a plan, if necessary, for eliminating any shortfall  
 11 without a supplemental appropriation, (3) shortfalls resulting from new  
 12 leases or renegotiations of current leases and associated costs, and (4)  
 13 total expenditure authority of the child support enforcement program for the  
 14 month and year-to-date as compared to prior year totals.

15 The department of economic security shall report the receipt and  
 16 intended use of all current and prior year reversions from nonappropriated  
 17 sources to the joint legislative budget committee.

18 Sec. 29. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION  
 19 2007-08

20 Administration

21	FTE positions	72.5
22	Operating lump sum appropriation	<u>\$ 6,330,500</u>
23	Total - administration	\$ 6,330,500

24 Fund sources:

25	State general fund	\$ 6,330,500
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26 The operating lump sum appropriation includes \$291,100 and 4 FTE  
 27 positions for average daily membership auditing and \$200,000 and 2 FTE  
 28 positions for information technology security services.

29 Formula programs

30	FTE positions	29.0
31	Operating lump sum appropriation	\$ 2,133,400
32	Basic state aid	\$3,846,470,400

33 Fund sources:

34	State general fund	\$3,801,249,700
35	Permanent state school fund	45,220,700

36 The above appropriation provides basic state support to school  
 37 districts for maintenance and operations funding as provided by section  
 38 15-973, Arizona Revised Statutes, and includes an estimated \$45,220,700 in  
 39 expendable income derived from the permanent state school fund and from state  
 40 trust lands pursuant to section 37-521, subsection B, Arizona Revised  
 41 Statutes, for fiscal year 2007-2008.



1	AIMS intervention; dropout	
2	prevention	5,550,000
3	School accountability	4,699,100
4	Adult education and GED	4,468,900

5 The department shall give persons under twenty-one years of age  
6 priority in gaining access to services pertaining to general education  
7 development testing.

8 For purposes of receiving adult education program services, state  
9 general fund monies shall not be used to support any recipients of those  
10 services who self-declare that they are legally present in the United States.  
11 Self-declaration means a written declaration, under penalty of perjury, that  
12 the recipient of services is a citizen, legal resident, or otherwise legally  
13 present in the United States.

14	Chemical abuse	819,900
15	English learner administration	4,964,500

16 The appropriated amount is to be used by the department of education to  
17 provide English language acquisition services for the purposes of section  
18 15-756.07, Arizona Revised Statutes, and for the costs of providing English  
19 language proficiency assessments, scoring and ancillary materials as  
20 prescribed by the department of education to school districts and charter  
21 schools for the purposes of title 15, chapter 7, article 3.1, Arizona Revised  
22 Statutes. The department of education may use a portion of the appropriated  
23 amount to hire staff or contract with a third party to carry out the purposes  
24 of section 15-756.07, Arizona Revised Statutes. Notwithstanding section  
25 41-192, Arizona Revised Statutes, the superintendent of public instruction  
26 also may use a portion of the appropriated amount to contract with one or  
27 more private attorneys to provide legal services in connection with the case  
28 of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.

29	Compensatory instruction fund	
30	deposit	10,000,000
31	Extended school year	500,000
32	Family literacy	1,009,100
33	Gifted support	3,380,100
34	School safety program	6,722,700
35	Small pass-through programs	581,600

36 The appropriated amount includes \$50,000 for the academic contest fund,  
37 \$82,400 for academic decathlon, \$50,000 for Arizona geographic alliance,  
38 \$40,000 for the Arizona humanities council, \$25,200 for Arizona principal's  
39 academy, \$234,000 for Arizona school service through education technology,  
40 \$50,000 for project citizen and \$50,000 for the economic academic council.

1	State block grant for early	
2	childhood education	19,446,300
3	State block grant for vocational	
4	education	11,400,500

5       The appropriated amount is for block grants to charter schools and  
6 school districts that have vocational education programs. It is the intent  
7 of the legislature that monies appropriated in the general appropriation act  
8 for the state block grant for vocational education be used to promote  
9 improved student achievement by providing vocational education programs with  
10 flexible supplemental funding that is linked both to numbers of students in  
11 such programs and to numbers of program completers who enter jobs in fields  
12 directly related to the vocational education program that they completed. It  
13 is the intent of the legislature that the amount of the state block grant for  
14 vocational education funding that is used for state level administration of  
15 the program be limited to no more than the amount used for such costs during  
16 the prior fiscal year plus the applicable amount of any pay raise that may be  
17 provided for state employees through legislative appropriation.

18	Vocational education extended year	600,000
19	Disabled pupil scholarships	2,500,000
20	Displaced pupils choice grant program	2,500,000
21	Teacher certification	1,746,600

22       Monies collected by the department of education for teacher  
23 certification fees, as authorized by section 15-531, paragraphs 1 and 2,  
24 Arizona Revised Statutes, shall be deposited in a teacher certification fund  
25 for use in funding costs of the teacher certification program.

26	Parental choice for reading success	1,000,000
27	Optional performance incentive	
28	programs	120,000
29	Teacher training	<u>3,000,000</u>

30       The appropriated amount is for the department of education to  
31 distribute to the state board of education, which will distribute the monies  
32 to the Arizona K-12 center for program implementation and mentor training for  
33 the Arizona master teacher program as prescribed by the state board of  
34 education.

35	Total - nonformula programs	\$ 96,584,900
36	Fund sources:	
37	State general fund	\$ 87,626,300
38	Proposition 301 fund	7,000,000
39	Teacher certification fund	1,958,600

1	Performance measures:	
2	Per cent of students tested who perform	
3	at or above the national norm on the	
4	norm-referenced test (grade 2)	
5	-- reading	54
6	-- math	54
7	Per cent of students tested who perform	
8	at or above the national norm on the	
9	norm-referenced test (grade 9)	
10	-- reading	54
11	-- math	54
12	Per cent of schools with at least 75% of	
13	students meeting or exceeding standards in:	
14	-- reading	36
15	-- writing	36
16	-- math	35
17	Per cent of Arizona high school students	
18	who enter grade 9 and graduate within	
19	4 years	76
20	Per cent of students in grade 3 meeting	
21	or exceeding state academic standards in:	
22	-- reading	76
23	-- writing	76
24	-- math	79
25	Per cent of students in grade 5 meeting	
26	or exceeding state academic standards in:	
27	-- reading	76
28	-- writing	70
29	-- math	76
30	Per cent of students in grade 8 meeting	
31	or exceeding state academic standards in:	
32	-- reading	71
33	-- writing	86
34	-- math	70
35	Per cent of students in grade 12 meeting	
36	or exceeding state academic standards in:	
37	-- reading	90
38	-- writing	90
39	-- math	90
40	Per cent of students tested:	
41	-- norm-referenced test (grades 2 and 9)	97
42	-- AIMS	97

1	Per cent of Arizona schools receiving an	
2	underperforming label	5.5
3	Maximum number of days to process	
4	complete certification applications	8
5	Per cent of customers satisfied with	
6	certification services	90

7       State board of education

8	FTE positions	11.0
9	Operating lump sum appropriation	\$ 757,700
10	Math and science initiatives	\$ 2,500,000
11	End of course and on-line testing	300,000

12       The appropriated amount is for the state board of education to begin  
13 planning, in collaboration with the department of education, the conversion  
14 of the Arizona instrument to measure standards assessments, prescribed in  
15 section 15-241, Arizona Revised Statutes, to end of course tests and to  
16 computer based or online exams. The appropriated amount is exempt from the  
17 provisions of section 35-190, Arizona Revised Statutes, relating to lapsing  
18 of appropriations.

19	Performance based pay design	300,000
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20       The appropriated amount is for the state board of education, in  
21 collaboration with the department of education, to design a statewide system  
22 of teacher professional development and performance based compensation. Of  
23 the appropriated amount, \$150,000 is for designing a statewide system of  
24 teacher professional development and \$150,000 is for designing a statewide  
25 system of performance based compensation. The appropriated amount is exempt  
26 from the provisions of section 35-190 relating to the lapsing of  
27 appropriations.

28	Total - state board of education	\$ 3,857,700
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29       Fund sources:

30	State general fund	\$ 3,485,800
31	Teacher certification fund	371,900

32       Performance measures:

33	Per cent of parents who rate "A+" the public	
34	school that their oldest school-age child	
35	attends	8.0

36       The appropriated amount includes \$100,000 for administering a survey to  
37 a random sample of parents of children in public schools statewide. The  
38 survey shall consist of the following question: "Students are given the  
39 grades A+, A, B, C, D and Fail to denote the quality of their work. Using  
40 the same A+, A, B, C, D and Fail scale, what grade would you give the school  
41 that your oldest child attends?"

1 The state board of education program may establish its own strategic  
 2 plan separate from that of the department of education and based on its own  
 3 separate mission, goals and performance measures.

4 Total appropriation - state board of  
 5 education and superintendent  
 6 of public instruction \$4,364,909,400

7 Fund sources:

8 State general fund \$4,310,358,200  
 9 Proposition 301 fund 7,000,000  
 10 Permanent state school fund 45,220,700  
 11 Teacher certification fund 2,330,500

12 The department shall provide an updated report on its budget status  
 13 every two months for the first half of each fiscal year and every month  
 14 thereafter to the president of the senate, the speaker of the house of  
 15 representatives, the chairpersons of the senate and house of representatives  
 16 appropriations committees, the director of the joint legislative budget  
 17 committee and the director of the governor's office of strategic planning and  
 18 budgeting. Each report shall include, at a minimum, the department's current  
 19 funding surplus or shortfall projections for basic state aid and other major  
 20 formula-based programs and shall be due thirty days after the end of the  
 21 applicable reporting period.

22 Within fifteen days of each apportionment of state aid that occurs  
 23 pursuant to section 15-973, subsection B, Arizona Revised Statutes, the  
 24 department shall provide the joint legislative budget committee staff and the  
 25 governor's office of strategic planning and budgeting with an electronic  
 26 spreadsheet or database copy of data included in the apor55-1 report for that  
 27 apportionment for each school district and the char55-1 report for that  
 28 apportionment for each charter school.

29 Sec. 30. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

	<u>2007-08</u>	<u>2008-09</u>
31 <u>Administration</u>		
32 FTE positions	13.9	13.9
33 Lump sum appropriation	\$ 1,848,900	\$ 1,848,900
34 Military gift package postage	<u>100,000</u>	<u>100,000</u>
35 Total - administration	\$ 1,948,900	\$ 1,948,900
36 Fund sources:		
37 State general fund	\$ 1,948,900	\$ 1,948,900
38 <u>Emergency management</u>		
39 FTE positions	11.0	11.0
40 Operating lump sum appropriation	\$ 1,718,200	\$ 1,718,200
41 Civil air patrol	<u>54,200</u>	<u>54,200</u>
42 Total - emergency management	\$ 1,772,400	\$ 1,772,400

1	Fund sources:		
2	State general fund	\$ 1,639,700	\$ 1,639,700
3	Emergency response fund	132,700	132,700
4	<u>Military affairs</u>		
5	FTE positions	66.2	66.2
6	Operating lump sum appropriation	\$ 2,465,900	\$ 2,465,900
7	Guardsmen tuition reimbursement	1,446,000	1,446,000
8	Project challenge	<u>1,804,800</u>	<u>1,704,800</u>
9	Total - military affairs	\$ 5,716,700	\$ 5,616,700
10	Fund sources:		
11	State general fund	<u>\$ 5,716,700</u>	<u>\$ 5,616,700</u>
12	Total appropriation - department of		
13	emergency and military affairs	\$ 9,438,000	\$ 9,338,000
14	Fund sources:		
15	State general fund	\$ 9,305,300	\$ 9,205,300
16	Emergency response fund	132,700	132,700
17	Performance measures:		
18	Per cent of project challenge graduates		
19	either employed or in school	95	95
20	Customer satisfaction rating for communities		
21	served during disasters (Scale 1-8)	6.0	6.0
22	The department of emergency and military affairs appropriation includes		
23	\$1,215,000 for service contracts. This amount is exempt from the provisions		
24	of section 35-190, Arizona Revised Statutes, relating to lapsing of		
25	appropriations, except that all fiscal year 2007-2008 monies remaining		
26	unexpended and unencumbered on October 31, 2008, and all fiscal year		
27	2008-2009 monies remaining unexpended and unencumbered on October 31, 2009,		
28	revert to the state general fund.		
29	It is the intent of the legislature that the department of emergency		
30	and military affairs submit a request to the United States department of		
31	defense by September 30, 2007 to allow the department of emergency and		
32	military affairs to conduct training exercises for Arizona national guard		
33	units at the Arizona-Mexico border. The department of emergency and military		
34	affairs shall report to the joint legislative budget committee by December		
35	31, 2007 on the response of the United States department of defense to this		
36	request.		
37	Sec. 31. DEPARTMENT OF ENVIRONMENTAL QUALITY		
38		<u>2007-08</u>	<u>2008-09</u>
39	<u>Administration</u>		
40	FTE positions	144.6	144.6
41	Lump sum appropriation	\$ 14,886,000	\$ 14,885,900
42	Fund sources:		
43	State general fund	\$ 4,354,900	\$ 4,354,900
44	Indirect cost recovery fund	10,531,100	10,531,000

1	<u>Air programs</u>		
2	FTE positions	124.9	124.9
3	Air quality management and analysis	11,392,700	11,389,700
4	Emissions control contractor		
5	payment	33,239,600	33,239,600
6	Emissions control program -		
7	administration	4,180,100	4,180,100
8	Transfers to counties program	165,000	165,000
9	Maricopa, Pima and Pinal counties		
10	travel reduction plan	<u>1,676,900</u>	<u>1,676,900</u>
11	Total - air programs	\$ 50,654,300	\$ 50,651,300
12	Fund sources:		
13	State general fund	\$ 2,188,800	\$ 2,188,800
14	Air quality fund	5,155,500	5,152,500
15	Air permits administration fund	5,890,300	5,890,300
16	Emissions inspection fund	37,419,700	37,419,700
17	<u>Waste programs</u>		
18	FTE positions	47.4	47.4
19	Waste control and management	6,469,200	6,469,200
20	Underground storage tank program	22,000	22,000
21	Waste tire program	<u>224,900</u>	<u>224,900</u>
22	Total - waste programs	\$ 6,716,100	\$ 6,716,100
23	Fund sources:		
24	State general fund	\$ 1,973,900	\$ 1,973,900
25	Hazardous waste management fund	780,000	780,000
26	Recycling fund	2,319,800	2,319,800
27	Solid waste fee fund	1,483,100	1,483,100
28	Underground storage tank		
29	revolving fund	22,000	22,000
30	Used oil fund	137,300	137,300
31	<u>Water programs</u>		
32	FTE positions	155.5	155.5
33	Arizona pollution discharge		
34	elimination system	1,481,800	1,481,800
35	Drinking water regulation program	2,262,700	2,262,700
36	Surface water regulation program	1,448,000	1,448,000
37	Underground water regulation		
38	program	<u>7,015,200</u>	<u>6,995,200</u>
39	Total - water programs	\$ 12,207,700	\$ 12,187,700
40	Fund sources:		
41	State general fund	\$ 6,348,600	\$ 6,348,600
42	Water quality fee fund	5,859,100	5,839,100

1	<u>WIFA</u>		
2	Clean water revolving loan		
3	program	1,551,900	1,551,900
4	Drinking water revolving loan		
5	program	<u>893,200</u>	<u>893,200</u>
6	Total - WIFA	\$ 2,445,100	\$ 2,445,100
7	Fund sources:		
8	State general fund	\$ 2,445,100	\$ 2,445,100
9	Total appropriation - department of		
10	environmental quality	\$ 86,909,200	\$ 86,886,100
11	Fund sources:		
12	State general fund	\$ 17,311,300	\$ 17,311,300
13	Air permits administration fund	5,890,300	5,890,300
14	Air quality fund	5,155,500	5,152,500
15	Emissions inspection fund	37,419,700	37,419,700
16	Hazardous waste management fund	780,000	780,000
17	Indirect cost recovery fund	10,531,100	10,531,000
18	Recycling fund	2,319,800	2,319,800
19	Solid waste fee fund	1,483,100	1,483,100
20	Underground storage tank		
21	revolving fund	22,000	22,000
22	Used oil fund	137,300	137,300
23	Water quality fee fund	5,859,100	5,839,100
24	Performance measures:		
25	Per cent reduction in drinking water		
26	plan review processing time	10.0	10.0
27	Per cent reduction in Aquifer protection		
28	permit processing time	--	15.0
29	Per cent reduction in Arizona pollutant		
30	discharge elimination system permit		
31	processing time	20.0	--
32	Per cent of contaminated sites closed		
33	requiring no further action (cumulative)		
34	versus known sites	82.0	82.0
35	Number of nonattainment areas exceeding		
36	national ambient air quality standards	5	5
37	Per cent of statutorily set permit timelines		
38	met through licensing time frames rule	99	99
39	Number of days per year exceeding national		
40	ambient air quality standards for ozone,		
41	carbon monoxide or particulates	0	0

1	Per cent of facilities from drinking water		
2	priority log assigned to enforcement staff	100	100
3	Customer satisfaction rating for citizens		
4	(Scale 1-8)	7.4	7.4

5       Of the monies appropriated to the Maricopa, Pima and Pinal counties  
6 travel reduction plan line item in fiscal year 2007-2008 and fiscal year  
7 2008-2009, \$948,600 shall be allocated to Maricopa county, \$373,000 shall be  
8 allocated to the Pima association of governments, \$87,000 shall be allocated  
9 to Pinal county and \$268,300 shall be allocated to Pima county.

10       When expenditures from the hazardous waste or environmental health  
11 reserves are authorized, the director of the department of environmental  
12 quality shall report the nature of the emergency and the authorized  
13 expenditure amount to the president of the senate, the speaker of the house  
14 of representatives, the chairpersons of the senate and house of  
15 representatives appropriations committees and the director of the joint  
16 legislative budget committee.

17       All water quality fee fund revenues received by the department of  
18 environmental quality in excess of \$5,859,100 in fiscal year 2007-2008 and  
19 \$5,839,100 in fiscal year 2008-2009 are appropriated to the department.  
20 Before the expenditure of water quality fee fund receipts in excess of  
21 \$5,859,100 in fiscal year 2007-2008 and \$5,839,100 in fiscal year 2008-2009,  
22 the department of environmental quality shall submit the intended use of the  
23 monies for review by the joint legislative budget committee.

24       The Arizona pollutant discharge elimination system is appropriated  
25 \$1,181,800 in fiscal year 2007-2008 and fiscal year 2008-2009 for the  
26 purposes established in title 49, chapter 2, article 3.1, Arizona Revised  
27 Statutes. If the department reduces permit processing times for the Arizona  
28 pollutant discharge elimination system by at least ten per cent on or before  
29 December 31, 2007, then an additional \$123,000 and two full-time equivalent  
30 positions are appropriated from the state general fund for program  
31 expenditures in fiscal year 2008-2009.

32       If, as determined by the staff director of the joint legislative budget  
33 committee and the governor's office of strategic planning and budgeting, the  
34 department of environmental quality reduces the licensing time frames permit  
35 processing times for AZPDES surface water permits by ten per cent by December  
36 31, 2007, the sum of \$123,000 and 2 FTE positions are appropriated from the  
37 state general fund in fiscal year 2008-2009 to further reduce permit  
38 processing times.

39       Any transfer from the amount appropriated for the Arizona pollution  
40 discharge elimination system line shall require prior joint legislative  
41 budget committee review.

1 Pursuant to section 49-282, Arizona Revised Statutes, the department of  
2 environmental quality shall submit a fiscal year 2008-2009 and fiscal year  
3 2009-2010 budget for the water quality assurance revolving fund before  
4 September 1, 2007, and September 1, 2008, respectively, for review by the  
5 senate and house of representatives appropriations committees.

6 The department of environmental quality shall report annually on the  
7 progress of WQARF activities, including emergency response, priority site  
8 remediation, cost recovery activity, revenue and expenditure activity and  
9 other WQARF-funded program activity. This report shall also include a budget  
10 for the WQARF program which is developed in consultation with the WQARF  
11 advisory board. The fiscal year 2007-2008 report shall be submitted to the  
12 joint legislative budget committee by September 1, 2007, and the fiscal year  
13 2008-2009 report shall be submitted by September 1, 2008. This budget shall  
14 specify the monies budgeted for each listed site during fiscal year 2007-2008  
15 and fiscal year 2008-2009. In addition, the department and the advisory  
16 board shall prepare and submit to the joint legislative budget committee, by  
17 October 2, 2007, and October 2, 2008, a report in a table format summarizing  
18 the current progress on remediation of each listed site on the WQARF  
19 registry. The table shall include the stage of remediation for each site at  
20 the end of fiscal year 2006-2007 and fiscal year 2007-2008, whether the  
21 current stage of remediation is anticipated to be completed in fiscal year  
22 2007-2008 and fiscal year 2008-2009, and the anticipated stage of remediation  
23 at each listed site at the end of fiscal year 2008-2009 and fiscal year  
24 2009-2010, assuming fiscal year 2007-2008 and 2008-2009 funding levels. The  
25 department and advisory board may include other relevant information about  
26 the listed sites in the table.

27 The amounts appropriated for the clean water revolving loan program and  
28 the drinking water revolving loan program in fiscal year 2007-2008 and fiscal  
29 year 2008-2009 shall be used to provide a twenty per cent match of the fiscal  
30 year 2007-2008 and fiscal year 2008-2009 federal safe drinking water and  
31 clean water revolving fund allocations to this state. Of the amount  
32 appropriated, any amount in excess of the required twenty per cent match  
33 reverts to the state general fund.

34 The monies appropriated in the transfers to counties program line item  
35 are for use by Arizona counties to avoid being declared in nonattainment of  
36 particulate matter standards by establishing public notification and outreach  
37 programs, minimizing exposure to particulate matter concentrations, and  
38 abating and minimizing controllable sources of particulate matter through  
39 best available control measures. Of the monies in the transfers to counties  
40 program line item in fiscal year 2007-2008, and fiscal year 2008-2009,  
41 \$50,000 shall be used by Pima county for carbon monoxide monitoring as  
42 required by the Pima county limited maintenance plan with the United States  
43 environmental protection agency.

1 The appropriation from the air permits administration fund is an  
 2 estimate representing all monies distributed to this fund, including balance  
 3 forward, revenue and transfers during fiscal year 2007-2008 and fiscal year  
 4 2008-2009. These monies are appropriated to the Arizona department of  
 5 environmental quality for the purposes established in section 49-455, Arizona  
 6 Revised Statutes. The appropriation shall be adjusted as necessary to  
 7 reflect actual final receipts credited to the air permits administration  
 8 fund.

9 The department of environmental quality shall submit a written report  
 10 detailing the maximum, minimum and average water quality permit processing  
 11 times for fiscal year 2006-2007 by December 1, 2007, and fiscal year  
 12 2007-2008 by December 1, 2008, for review by the joint legislative budget  
 13 committee. The fiscal year 2006-2007 and fiscal year 2007-2008 data shall  
 14 contain the year-to-date actual data and projected totals for each year.  
 15 This report shall also include total number of staff hours devoted to water  
 16 quality permit processing in fiscal year 2006-2007 and fiscal year 2007-2008,  
 17 the total costs to process these permits, and the progress made in reducing  
 18 water quality permit processing times.

19 All indirect cost fund recovery revenues received by the department of  
 20 environmental quality in excess of \$10,531,100 in fiscal year 2007-2008 and  
 21 \$10,531,000 in fiscal year 2008-2009 are appropriated to the department.  
 22 Before the expenditure of indirect cost recovery fund receipts in excess of  
 23 \$10,531,100 in fiscal year 2007-2008 and \$10,531,000 in fiscal year  
 24 2008-2009, the department of environmental quality shall submit the intended  
 25 use of the monies for review by the joint legislative budget committee.

26 Sec. 32. OFFICE OF EQUAL OPPORTUNITY

	<u>2007-08</u>	<u>2008-09</u>
27		
28 FTE positions	4.0	4.0
29 Lump sum appropriation	\$ 245,200	\$ 245,200
30 Fund sources:		
31 State general fund	\$ 245,200	\$ 245,200

32 Sec. 33. STATE BOARD OF EQUALIZATION

	<u>2007-08</u>	<u>2008-09</u>
33		
34 FTE positions	7.0	7.0
35 Lump sum appropriation	\$ 653,500	\$ 653,500
36 Fund sources:		
37 State general fund	\$ 653,500	\$ 653,500

38 Performance measures:

39 Average calendar days to process a		
40 property tax appeal from receipt to		
41 issuance	28	28
42 Per cent of rulings upheld in tax courts	100	100
43 Customer satisfaction rating (Scale 1-8)	6.1	6.1

1	Sec. 34. BOARD OF EXECUTIVE CLEMENCY		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	17.0	17.0
4	Lump sum appropriation	\$ 1,087,400	\$ 1,087,400
5	Fund sources:		
6	State general fund	\$ 1,087,400	\$ 1,087,400
7	Performance measures:		
8	Customer satisfaction rating for victims		
9	(Scale 1-8)	6.0	6.0
10	Sec. 35. ARIZONA EXPOSITION AND STATE FAIR BOARD		
11		<u>2007-08</u>	<u>2008-09</u>
12	FTE positions	186.0	186.0
13	Lump sum appropriation	\$ 16,066,100	\$ 16,066,100
14	Fund sources:		
15	Arizona exposition and state		
16	fair fund	\$ 16,066,100	\$ 16,066,100
17	Performance measures:		
18	Fair attendance	1,300,000	1,300,000
19	Per cent of guests rating state fair "good"		
20	or "excellent" based on annual survey	96	96
21	Sec. 36. DEPARTMENT OF FINANCIAL INSTITUTIONS		
22		<u>2007-08</u>	
23	FTE positions	57.1	
24	Operating lump sum appropriation	\$ 3,757,100	
25	Document imaging project	<u>75,000</u>	
26	Total appropriation - department of		
27	financial institutions	\$ 3,832,100	
28	Fund sources:		
29	State general fund	\$ 3,832,100	
30	Performance measures:		
31	Per cent of examinations reports mailed		
32	within 25 days of examiner's completion		
33	of exam procedures	78.0	
34	Per cent of license applications approved		
35	within 45 days of receipt	65.0	
36	Per cent of examinations receiving		
37	satisfactory rating	91.0	
38	Average days from receipt to resolution		
39	of regular complaints	100.0	
40	Per cent of complainants indicating they		
41	received "good" or better service when		
42	filing a complaint	75.0	

1 The department of financial institutions shall assess and set fees to  
 2 ensure that monies deposited in the state general fund will equal or exceed  
 3 its expenditure from the state general fund.

4 Sec. 37. DEPARTMENT OF FIRE, BUILDING AND LIFE SAFETY

	<u>2007-08</u>	<u>2008-09</u>
5 FTE positions	53.0	53.0
6 Lump sum appropriation	\$ 3,689,500	\$ 3,664,000
7 Fund sources:		
8 State general fund	\$ 3,689,500	\$ 3,664,000
9 Performance measures:		
10 Per cent of manufactured homes complaints		
11 closed vs. complaints filed	98	98
12 Customer satisfaction rating (Scale 1-5)	4.7	4.7

14 Sec. 38. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS

	<u>2007-08</u>	<u>2008-09</u>
15 FTE positions	4.0	4.0
16 Lump sum appropriation	\$ 340,600**	\$ 340,600
17 Fund sources:		
18 Board of funeral directors and		
19 embalmers fund	\$ 340,600	\$ 340,600
20 Performance measures:		
21 Average calendar days to resolve a complaint	78	78
22 Average calendar days to renew a license	23	23
23 Customer satisfaction rating (Scale 1-8)	7.7	7.7

25 Sec. 39. GAME AND FISH DEPARTMENT

	<u>2007-08</u>	<u>2008-09</u>
26 FTE positions	274.5	274.5
27 Operating lump sum appropriation	\$ 31,872,400	\$ 31,421,200
28 Pittman - Robertson/Dingell -		
29 Johnson act	2,808,000	2,808,000
30 Performance incentive pay program	346,800*	346,800*
31 Lower Colorado multispecies		
32 conservation	350,000	350,000
33 Watercraft grant program	250,000	250,000
34 Watercraft safety education program	<u>1,275,000</u>	<u>1,175,000</u>
35 Total appropriation - game and fish		
36 department	\$ 36,902,200	\$ 36,351,000
37 Fund sources:		
38 Game and fish fund	\$ 30,395,300	\$ 30,026,600
39 Waterfowl conservation fund	43,400	43,400
40 Wildlife endowment fund	16,000	16,000
41 Watercraft licensing fund	6,124,300	5,941,800
42 Game, nongame, fish and		
43 endangered species fund	323,200	323,200

1 Performance measures:

2 Per cent of the public surveyed rating		
3 watercraft safety as "good" or "excellent"	80	80
4 Per cent of anglers surveyed reporting they were		
5 satisfied with their angling experiences	75	75

6 In addition to the \$2,808,000 for the Pittman - Robertson/Dingell -  
 7 Johnson act line item, the lump sum appropriation includes \$40,000 for  
 8 cooperative fish and wildlife research which may be used for the purpose of  
 9 matching federal and apportionment funds.

10 The \$300,000 from the game and fish fund and \$46,800 from the  
 11 watercraft licensing fund in fiscal year 2007-2008 and fiscal year 2008-2009  
 12 for the performance incentive pay program line item shall be used for  
 13 personal services and employee-related expenditures associated with the  
 14 department's performance incentive pay program in accordance with Laws 1999,  
 15 chapter 138. This appropriation is a continuing appropriation and is exempt  
 16 from the provisions of section 35-190, Arizona Revised Statutes, relating to  
 17 lapsing of appropriations.

18 The shooting range appropriation of \$100,000 in fiscal year 2007-2008  
 19 and fiscal year 2008-2009, included in the lump sum appropriation, is a  
 20 continuing appropriation and is exempt from the provisions of section 35-190,  
 21 Arizona Revised Statutes, relating to lapsing of appropriations, until  
 22 December 31, 2009.

23 Sec. 40. DEPARTMENT OF GAMING

	<u>2007-08</u>	<u>2008-09</u>
24 FTE positions	123.0	123.0
25 Operating lump sum appropriation	\$ 9,156,700	\$ 8,454,700
26 Casino operations certification	2,186,900	2,173,900
27 Problem gambling	2,724,600	3,185,100
28 Joint monitoring system	<u>1,188,100</u>	<u>2,442,100</u>
29 Total appropriation - department of gaming	\$ 15,256,300	\$ 16,255,800

30 Fund sources:

31 Tribal-state compact fund	\$ 2,186,900	\$ 2,173,900
32 Arizona benefits fund	12,769,400	13,781,900
33 State lottery fund	300,000	300,000

34 Performance measures:

35 Per cent of gaming facilities reviewed		
36 for compact compliance	100	100
37 Per cent of vendor customers satisfied		
38 with process	96	96

39 If information technology authorization committee approval is required  
 40 for the project investment justification for the joint monitoring system and  
 41 the information technology authorization committee does not approve the  
 42 project investment justification, monies for the joint monitoring system  
 43 special line item shall not be spent and will revert to the instructional  
 44 improvement fund.  
 45

1	Sec. 41. ARIZONA GEOLOGICAL SURVEY		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	12.3	12.3
4	Lump sum appropriation	\$ 1,073,900	\$ 1,073,900
5	Fund sources:		
6	State general fund	\$ 1,073,900	\$ 1,073,900
7	Performance measures:		
8	Satisfaction with service provided		
9	(Scale 1-5)	4.9	4.9
10	Sec. 42. GOVERNMENT INFORMATION TECHNOLOGY AGENCY		
11		<u>2007-08</u>	<u>2008-09</u>
12	FTE positions	21.0	21.0
13	Lump sum appropriation	\$ 2,755,800	\$ 2,758,600
14	E-health initiative	<u>1,500,000</u>	<u>1,500,000</u>
15	Total appropriation - government information		
16	technology agency	\$ 4,255,800	\$ 4,258,600
17	Fund sources:		
18	State general fund	\$ 1,500,000	\$ 1,500,000
19	Information technology fund	\$ 2,755,800	\$ 2,758,600
20	Performance measures:		
21	Per cent of information technology (IT)		
22	projects completed on schedule	96	96
23	Per cent of IT projects completed within budget	96	96
24	Per cent of agency IT managers rating		
25	GITA performance as excellent	60	60
26	Per cent of IT projects that are compliant		
27	with state enterprise architecture standards	90	90
28	Sec. 43. OFFICE OF THE GOVERNOR		
29		<u>2007-08</u>	<u>2008-09</u>
30	Lump sum appropriation	\$ 7,134,800*	\$ 7,134,800*
31	Fund sources:		
32	State general fund	\$ 7,134,800	\$ 7,134,800
33	Included in the lump sum appropriations of \$7,134,800 for fiscal year		
34	2007-2008 and fiscal year 2008-2009 is \$10,000 each fiscal year for the		
35	purchase of mementos and items for visiting officials.		
36	Sec. 44. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING		
37		<u>2007-08</u>	<u>2008-09</u>
38	FTE positions	26.0	26.0
39	Lump sum appropriation	\$ 2,209,900	\$ 2,209,900
40	Fund sources:		
41	State general fund	\$ 2,209,900	\$ 2,209,900
42	Performance measures:		
43	Per cent of participants rating budget and		
44	planning training "good" or "excellent"	98	98

1	Sec. 45. DEPARTMENT OF HEALTH SERVICES	
2		<u>2007-08</u>
3	<u>Administration</u>	
4	FTE positions	432.8
5	Operating lump sum appropriation	\$ 16,546,400
6	Fund sources:	
7	State general fund	\$ 13,764,400
8	Capital outlay stabilization	
9	fund	1,578,100
10	Emergency medical services	
11	operating fund	203,900
12	Indirect cost fund	1,000,000
13	Assurance and licensure	\$ 11,769,600
14	Fund sources:	
15	State general fund	\$ 9,692,800
16	Federal child care and development	
17	fund block grant	805,100
18	Hearing and speech professionals	
19	fund	331,100
20	Nursing care institution resident	
21	protection revolving fund	38,000
22	Expenditure authority	902,600
23	Attorney general legal services	\$ 444,900
24	Fund sources:	
25	State general fund	\$ 394,900
26	Emergency medical services	
27	operating fund	50,000
28	Newborn screening program fund -	
29	indirect costs	\$ 478,600
30	Fund sources:	
31	Newborn screening program fund	\$ 478,600
32	Nursing care institution incentive	
33	grants	\$ 400,000
34	Fund sources:	
35	Nursing care institution	
36	resident protection fund	\$ 400,000
37	Indirect cost fund	\$ 7,763,300
38	Fund sources:	
39	Indirect cost fund	\$ 7,763,300

1 Performance measures:

2 Per cent of relicensure surveys completed	
3 on time:	
4 Child care facilities	70
5 Health care facilities	85
6 Per cent of complaint investigations initiated	
7 later than investigative guidelines:	
8 Child care facilities	0
9 Health care facilities	15

10 Contingent on federal approval of the use of these monies, the \$400,000  
11 appropriation for nursing care institution quality improvement grants shall  
12 be used to award grants to applicant nursing care institutions that in the  
13 past has received one or more deficiencies on the annual facility compliance  
14 and licensure survey conducted pursuant to section 36-425.02, Arizona Revised  
15 Statutes, regardless of the actual date of the survey. The purpose of the  
16 nursing care institution quality improvement grant is to improve the quality  
17 in the particular facility in reference to one or more of six specific  
18 quality measures: 1) reduction in incidences of pressure ulcers;  
19 2) reduction in physical restraints; 3) improvement in pain management;  
20 4) reduction in incontinence; 5) reduction in falls; 6) reduction in the use  
21 of anti-psychotic medication. A nursing care institution must use a grant  
22 awarded pursuant to this paragraph only for programs and activities designed  
23 to improve the quality of resident care in the specified six quality  
24 measures. The department shall make awards based on the likelihood of  
25 success of the grant in addressing one or more of the specified quality  
26 measures, the potential development of services or procedures that will  
27 contribute to best practices methodology in addressing one or more of the  
28 specified criteria, the financial controls identified to ensure the proper  
29 expenditure of grant funds and the quality and development of the  
30 application. The grant funds shall be available after July 1, 2007. The  
31 department shall adopt application forms, time frames for application, time  
32 frames for response and time frames for question and answer follow-up. The  
33 department may stipulate that if any applicant does not meet any particular  
34 time frame in the application process, the applicant's request for a grant is  
35 dismissed. The nursing care institution may use available grant funds for  
36 measurement tools, in-service training, consultation, technology improvement,  
37 work force development initiatives, systems improvements, medication  
38 management improvements and development and adoption of best practices and  
39 materials in order to improve one or more of the specified quality measures.  
40 The department may divide the appropriation based on the number and scope of  
41 approved applications into a number of grants that the department deems  
42 appropriate. If a facility is awarded a grant, it must submit in writing to  
43 spend the grant on the program contained in its application or forfeit the  
44 grant and repay the funds to the department. The department may require a  
45 grant awardee to report the uses of the award and to share data and best

1 practices that have been developed by the facility. If the facility  
 2 transfers ownership, the department shall award the grant to the licensee at  
 3 the time of the award. If the facility ceases operation before the quality  
 4 improvement grant distribution date it is not eligible for a quality  
 5 improvement grant. Up to 10% of the monies appropriated to the department  
 6 for quality improvement grants may be used by the department for  
 7 administrative purposes. Monies appropriated for nursing care institution  
 8 quality improvement grants shall not be used for any other expenses of the  
 9 department of health services without review of the joint legislative budget  
 10 committee. Any transfer to or from the amounts appropriated for nursing care  
 11 institution quality improvement grants shall require prior review by the  
 12 joint legislative budget committee.

13 Public health

14	FTE positions	248.1
15	Operating lump sum appropriation	\$ 6,426,700
16	Fund sources:	
17	State general fund	\$ 5,599,700
18	Emergency medical services	
19	operating fund	827,000
20	AIDS reporting and surveillance	\$ 1,125,000
21	Fund sources:	
22	State general fund	\$ 1,125,000
23	Alzheimer's disease research	\$ 4,000,000
24	Fund sources:	
25	State general fund	\$ 3,000,000
26	Tobacco tax and health care	
27	fund - health research account	1,000,000
28	Arizona statewide immunization	
29	information system	\$ 503,200
30	Fund sources:	
31	State general fund	\$ 503,200
32	Community health centers	\$ 14,214,900
33	Fund sources:	
34	State general fund	\$ 10,464,900
35	Tobacco tax and health care	
36	fund - medically needy	
37	account	3,750,000
38	County public health	\$ 200,000
39	Fund sources:	
40	State general fund	\$ 200,000
41	County tuberculosis provider	
42	care and control	\$ 1,410,500

1	Fund sources:	
2	State general fund	\$ 1,410,500
3	Diabetes prevention and control	\$ 400,000
4	Fund sources:	
5	State general fund	\$ 400,000
6	Direct grants	\$ 460,300
7	Fund sources:	
8	State general fund	\$ 460,300
9	EMS operations	\$ 3,173,800
10	Fund sources:	
11	Emergency medical services	
12	operating fund	\$ 3,173,800
13	Hepatitis C surveillance	\$ 397,800
14	Fund sources:	
15	State general fund	\$ 397,800
16	Kidney program	\$ 50,500
17	Fund sources:	
18	State general fund	\$ 50,500
19	Laboratory services	\$ 5,176,700
20	Fund sources:	
21	State general fund	\$ 4,227,700
22	Environmental laboratory licensure	
23	revolving fund	949,000
24	Loan repayment	\$ 250,000
25	Fund sources:	
26	State general fund	\$ 100,000
27	Emergency medical services	
28	operating fund	150,000
29	Poison control center funding	\$ 925,000
30	Fund sources:	
31	State general fund	\$ 925,000
32	Reimbursement to counties	\$ 67,900
33	Fund sources:	
34	State general fund	\$ 67,900
35	Renal and nonrenal disease management	\$ 468,000
36	Fund sources:	
37	State general fund	\$ 468,000
38	Scorpion antivenom	\$ 150,000
39	Fund sources:	
40	State general fund	\$ 150,000
41	STD control subventions	\$ 26,300

1	Fund sources:		
2	State general fund	\$	26,300
3	Telemedicine	\$	260,000
4	Fund sources:		
5	State general fund	\$	260,000
6	Teratogen program	\$	60,000
7	Fund sources:		
8	State general fund	\$	60,000
9	Trauma advisory board	\$	393,600
10	Fund sources:		
11	Emergency medical services		
12	operating fund	\$	393,600
13	University of Arizona poison		
14	control center funding	\$	1,275,000
15	Fund sources:		
16	State general fund	\$	1,275,000
17	Vaccines	\$	10,410,400
18	Fund sources:		
19	State general fund	\$	10,410,400
20	Valley fever	\$	300,000
21	Fund sources:		
22	State general fund	\$	300,000
23	Vital records maintenance	\$	500,300
24	Fund sources:		
25	Vital records electronic		
26	systems fund	\$	500,300
27	Performance measures:		
28	Immunization rate among two-year-old		
29	children		84
30	Per cent of high school youth who smoked		
31	in the last month		18
32	Customer waiting time in vital records		
33	lobby (in minutes)		14
34	Of the \$14,214,900 appropriated for community health centers, at least		
35	\$564,000 shall be distributed to Yavapai county for county primary care		
36	programs.		
37	The department of health services may use up to four per cent of the		
38	amounts appropriated for renal and nonrenal disease management, community		
39	health centers and telemedicine for the administrative costs to implement		
40	each program.		

1 Monies appropriated for AIDS reporting and surveillance and renal and  
2 nonrenal disease management shall be used to provide services only to  
3 residents of the state of Arizona who are citizens or legal residents of the  
4 United States or who are otherwise lawfully present in the United States.

5 The department of health services shall require the screening of  
6 potential recipients of vaccines for private insurance coverage, eligibility  
7 for the federal vaccines for children program and eligibility for the state  
8 children's health insurance program. This requirement applies to vaccines  
9 purchased with state monies appropriated for the vaccines line item for both  
10 the federal 317 program and the state-only immunization program.

11 The department of health services shall report to the joint legislative  
12 budget committee by February 1, 2008 on the amount of federal monies received  
13 for fiscal year 2007-2008 for the 317 vaccine program.

14 The appropriation for direct grants is to provide for local health work  
15 and a portion of the cost of employing one public health nurse and one  
16 sanitarian in counties with populations of less than 500,000 persons. The  
17 monies are to be divided equally among eligible counties on a nonmatching  
18 basis. All monies that are received by a county under this appropriation and  
19 that are not used for the prescribed purposes revert to the state general  
20 fund.

21 The \$67,900 appropriated for reimbursement to counties is to provide  
22 matching monies to counties with populations of less than 500,000 persons for  
23 local health work on an equal matching basis and shall be distributed based  
24 on the proportion of funding each county received in fiscal year 2002-2003.

25 The \$200,000 appropriated for county public health shall be distributed  
26 as follows to the following counties to reimburse local health departments  
27 pursuant to section 36-189, Arizona Revised Statutes: Coconino, \$36,220;  
28 Gila, \$5,440; Mohave, \$30,780; Yavapai, \$25,820; Yuma, \$101,740.

29 The amount appropriated from the tobacco tax and healthcare  
30 fund - medically needy account in fiscal year 2007-2008 is \$110,833,000. On  
31 or before June 15, 2008, the staff director of the joint legislative budget  
32 committee and the governor's office of strategic planning and budgeting shall  
33 jointly notify the governor, the president of the senate and the speaker of  
34 the house of representatives whether the total fiscal year 2007-2008 revenue  
35 in the tobacco tax and health care fund - medically needy account will meet  
36 or exceed \$111,583,000. If revenues exceed \$111,583,000, an additional  
37 \$750,000 shall be appropriated to the community health centers special line  
38 item in fiscal year 2007-2008. The additional \$750,000 shall be exempt from  
39 lapsing through June 30, 2009.

1	<u>Family health</u>	
2	FTE positions	96.8
3	Operating lump sum appropriation	\$ 5,807,400
4	Fund sources:	
5	State general fund	\$ 3,704,100
6	Expenditure authority	2,103,300
7	Abstinence funding	\$ 1,500,000
8	Fund sources:	
9	State general fund	\$ 1,500,000
10	Adult cystic fibrosis	\$ 105,200
11	Fund sources:	
12	State general fund	\$ 105,200
13	Adult sickle cell anemia	\$ 33,000
14	Fund sources:	
15	State general fund	\$ 33,000
16	AHCCCS - children's rehabilitative	
17	services	\$ 63,791,900
18	Fund sources:	
19	State general fund	\$ 21,517,000
20	Expenditure authority	42,274,900
21	Breast and cervical cancer	
22	screening	\$ 1,345,500
23	Fund sources:	
24	State general fund	\$ 1,345,500
25	Child fatality review team	\$ 100,000
26	Fund sources:	
27	Child fatality review fund	\$ 100,000
28	Children's rehabilitative	
29	services	\$ 3,587,000
30	Fund sources:	
31	State general fund	\$ 3,587,000
32	County nutrition services	\$ 330,300
33	Fund sources:	
34	State general fund	\$ 330,300
35	County prenatal services grant	\$ 1,148,500
36	Fund sources:	
37	State general fund	\$ 1,148,500
38	Folic acid	\$ 200,000
39	Fund sources:	
40	Tobacco tax and health care fund -	
41	medically needy account	\$ 200,000
42	Health start	\$ 226,600

1	Fund sources:	
2	State general fund	\$ 226,600
3	High risk perinatal services	\$ 5,430,600
4	Fund sources:	
5	State general fund	\$ 4,980,600
6	Emergency medical services	
7	operating fund	450,000
8	Medicaid special exemption	
9	payments	\$ 1,361,700
10	Fund sources:	
11	State general fund	\$ 459,300
12	Expenditure authority	902,400
13	Modular dental buildings	\$ 200,000
14	Fund sources:	
15	State general fund	\$ 200,000
16	Newborn screening program	\$ 6,269,200
17	Fund sources:	
18	Newborn screening program fund	\$ 6,269,200
19	Senior food program	\$ 600,000
20	Fund sources:	
21	State general fund	\$ 600,000
22	Women's services	\$ 500,000
23	Fund sources:	
24	State general fund	\$ 500,000

25	Performance measures:	
26	Number of newborns screened under newborn	
27	screening program	100,000

28 The amounts appropriated for children's rehabilitative services and for  
 29 AHCCCS - children's rehabilitative services are intended to cover all costs  
 30 in full for contracts for the provision of services to clients, unless a  
 31 transfer of monies is reviewed by the joint legislative budget committee.

32 The department of health services may transfer up to \$350,000 in  
 33 revenues from the indirect cost fund to the Arizona health care cost  
 34 containment system administration for the purpose of meeting indirect cost  
 35 state match requirements related to AHCCCS - children's rehabilitative  
 36 services program.

37 Of the \$5,430,600 appropriated for high risk perinatal services  
 38 \$583,000 shall be distributed to counties.

39 Monies in the women's services line item shall be used to provide  
 40 \$20,000 in individual grants to nonprofit agencies whose primary function is  
 41 to assist pregnant women in seeking alternatives to abortion. Grant monies  
 42 shall be used to provide medically accurate services and programs related to  
 43 pregnancy and up to twelve months after birth. Grant monies shall not be  
 44 used for abortion or abortion referral services or granted to entities that  
 45 promote, refer or perform abortions. The department may use up to ten per

1	cent of monies appropriated to this line item for any associated	
2	administrative costs.	
3	<u>Behavioral health</u>	
4	FTE positions	166.0
5	Operating lump sum appropriation	\$ 9,307,800
6	Fund sources:	
7	State general fund	\$ 4,450,100
8	Expenditure authority	4,857,700
9	Arnold v. Sarn	\$ 37,323,600
10	Fund sources:	
11	State general fund	\$ 27,500,000
12	Expenditure authority	9,823,600
13	Children's behavioral health	
14	services	\$ 9,351,800
15	Fund sources:	
16	State general fund	\$ 9,351,800
17	Children's behavioral health state	
18	match for title XIX	\$346,792,500
19	Fund sources:	
20	State general fund	\$116,973,100
21	Expenditure authority	229,819,400
22	Court monitoring	\$ 197,500
23	Fund sources:	
24	State general fund	\$ 197,500
25	Dual eligible part D copay subsidy	\$ 802,600
26	Fund sources:	
27	State general fund	\$ 802,600
28	Medicaid special exemption	
29	payments	\$ 18,550,800
30	Fund sources:	
31	State general fund	\$ 6,257,200
32	Expenditure authority	12,293,600
33	Medicare clawback payments	\$ 9,771,900
34	Fund sources:	
35	State general fund	\$ 9,771,900
36	Mental health and substance abuse	
37	state match for title XIX	\$ 94,512,600
38	Fund sources:	
39	State general fund	\$ 31,879,100
40	Expenditure authority	62,633,500
41	Mental health nontitle XIX	\$ 2,447,300
42	Fund sources:	
43	State general fund	\$ 2,447,300
44	Proposition 204 - administration	\$ 6,534,800

1	Fund sources:	
2	State general fund	\$ 2,130,200
3	Expenditure authority	4,404,600
4	Proposition 204 - children's	
5	behavioral health services	\$ 4,596,200
6	Fund sources:	
7	State general fund	\$ 1,550,300
8	Expenditure authority	3,045,900
9	Proposition 204 - general mental	
10	health and substance abuse	\$ 87,684,300
11	Fund sources:	
12	State general fund	\$ 29,575,900
13	Expenditure authority	58,108,400
14	Proposition 204 - seriously	
15	mentally ill services	\$161,672,100
16	Fund sources:	
17	State general fund	\$ 54,532,000
18	Expenditure authority	107,140,100
19	Seriously emotionally handicapped	
20	children	\$ 500,000
21	Fund sources:	
22	State general fund	\$ 500,000
23	Seriously mentally ill nontitle	
24	XIX	\$ 61,116,700
25	Fund sources:	
26	State general fund	\$ 32,539,800
27	Tobacco tax and health care fund	
28	medically needy account	28,576,900
29	Seriously mentally ill state match	
30	for title XIX	\$170,251,100
31	Fund sources:	
32	State general fund	\$ 57,425,700
33	Expenditure authority	112,825,400
34	Substance abuse nontitle XIX	\$ 14,635,400
35	Fund sources:	
36	State general fund	\$ 12,135,400
37	Substance abuse services fund	2,500,000
38	Youth methamphetamine prevention	
39	program	\$ 500,000
40	Fund sources:	
41	State general fund	\$ 500,000
42	Contract compliance	\$ 7,296,500

1	Fund sources:	
2	State general fund	\$ 2,461,100
3	Expenditure authority	\$ 4,835,400
4	Institutions for mental disease	\$ 8,267,700
5	Fund sources:	
6	State general fund	\$ 4,813,200
7	Expenditure authority	\$ 3,454,500

8	Performance measures:	
9	Per cent of RBHA title XIX clients	
10	satisfied with services	90
11	Per cent of title XIX population that is	
12	enrolled in a behavioral health service	13.5

13 The amount appropriated for children's behavioral health services shall  
14 be used to provide services for nontitle XIX eligible children. The amount  
15 shall not be used to pay for either federally or nonfederally reimbursed  
16 services for title XIX eligible children, unless a transfer of monies is  
17 reviewed by the joint legislative budget committee.

18 It is the intent of the legislature that the total amount available in  
19 the Arnold v. Sarn line item be used for the population covered by the Arnold  
20 v. Sarn lawsuit in counties with a population of two million or more persons  
21 and for seriously mentally ill persons that meet the same criteria as those  
22 covered by the Arnold v. Sarn lawsuit in counties with populations of less  
23 than two million persons.

24 It is the intent of the legislature that the per cent attributable to  
25 administration/profit for the regional behavioral health authority in  
26 Maricopa county is nine per cent of the overall capitation rate.

27 The department of health services shall report to the joint legislative  
28 budget committee thirty days after the end of each calendar quarter on the  
29 progress the department is making toward settling the Arnold v. Sarn lawsuit.  
30 The report shall include at a minimum the department's progress towards  
31 meeting the exit criteria and whether the department is in compliance with  
32 the exit criteria schedule.

33 Monies appropriated for youth methamphetamine prevention programs shall  
34 be distributed to a statewide alliance of community-based organizations with  
35 a proven track record in providing substance abuse prevention programming to  
36 children. Programs must serve children in rural, urban and Indian  
37 communities and military bases in Arizona. The department of health services  
38 shall submit a quarterly summary of the reports received from the  
39 organizations to the governor, the president of the senate and the speaker of  
40 the house of representatives and the joint legislative budget committee.

41 It is the intent of the legislature that the statewide weighted average  
42 capitation rate increase for children's behavioral health services  
43 attributable to the JK v. Gerard lawsuit be \$4.70 per member per month for  
44 the contract year beginning July 1, 2007.

1 Before expending any monies from the contract compliance special line  
 2 item, the department shall present a proposed expenditure plan to the joint  
 3 legislative budget committee for review.

4 Arizona state hospital

5 FTE positions 877.7

6 Operating lump sum appropriation \$ 55,335,800

7 Fund sources:

8 State general fund \$ 50,143,600

9 Arizona state hospital fund 4,842,200

10 Arizona state hospital land  
 11 earnings fund 350,000

12 Community placement treatment \$ 6,704,800

13 Fund sources:

14 State general fund \$ 5,574,100

15 Arizona state hospital fund 1,130,700

16 Sexually violent persons \$ 11,269,100

17 Fund sources:

18 State general fund \$ 11,269,100

19 Electronic medical records \$ 300,000

20 Fund sources:

21 State general fund \$ 300,000

22 Performance measures:

23 Per cent of adult clients successfully  
 24 placed in community who return for  
 25 another stay within one year of discharge 4.0

26 The department shall report to the joint legislative budget committee  
 27 by March 1 of each year on preliminary actuarial estimates of the capitation  
 28 rate changes for the following fiscal year along with the reasons for the  
 29 estimated changes. For any actuarial estimates that include a range, the  
 30 total range from minimum to maximum shall be no more than two per cent.  
 31 Before implementation of any changes in capitation rates for the  
 32 AHCCCS - children's rehabilitative services line item and any title XIX  
 33 behavioral health line items, the department of health services shall report  
 34 its expenditure plan for review by the joint legislative budget committee.  
 35 Before the department implements any changes in policy affecting the amount,  
 36 sufficiency, duration and scope of health care services and who may provide  
 37 services, the department shall prepare a fiscal impact analysis on the  
 38 potential effects of this change on the following year's capitation rates.  
 39 If the fiscal analysis demonstrates that these changes will result in  
 40 additional state costs of \$500,000 or greater for a given fiscal year, the  
 41 department shall submit the policy changes for review by the joint  
 42 legislative budget committee.

1           In addition to the appropriation for the department of health services,  
2 earnings on state lands and interest on the investment of the permanent land  
3 funds are appropriated to the state hospital in compliance with the enabling  
4 act and the Constitution of Arizona.

5           A monthly report comparing total expenditures for the month and  
6 year-to-date as compared to prior year totals shall be forwarded to the  
7 president of the senate, the speaker of the house of representatives, the  
8 chairpersons of the senate and house of representatives appropriations  
9 committees and the director of the joint legislative budget committee by the  
10 thirtieth of the following month. The report shall include an estimate of  
11 (1) potential shortfalls in programs, (2) potential federal and other funds,  
12 such as the statewide assessment for indirect costs, that may be available to  
13 offset these shortfalls, and a plan, if necessary, for eliminating any  
14 shortfall without a supplemental appropriation, and (3) total expenditure  
15 authority of the month and year-to-date for seriously mentally ill state  
16 match for title XIX, seriously mentally ill nontitle XIX, children's  
17 behavioral health services, children's behavioral health state match for  
18 title XIX, mental health nontitle XIX, substance abuse nontitle XIX,  
19 seriously emotionally handicapped children and children's rehabilitative  
20 services.

21           Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,  
22 any transfer to or from the amounts appropriated for seriously mentally ill  
23 state match for title XIX, seriously mentally ill nontitle XIX,  
24 Arnold v. Sarn, vital records maintenance, folic acid, children's behavioral  
25 health services, children's behavioral health state match for title XIX,  
26 mental health nontitle XIX, substance abuse nontitle XIX, mental health and  
27 substance abuse state match for title XIX, seriously emotionally handicapped  
28 children, children's rehabilitative services, AHCCCS - children's  
29 rehabilitative services, adult cystic fibrosis, adult sickle cell anemia,  
30 high risk perinatal services, county prenatal services grant, community  
31 placement treatment, dual eligible copay subsidy, sexually violent persons,  
32 county tuberculosis provider care and control, kidney program, county  
33 nutrition services, community health centers, vaccines, renal and nonrenal  
34 disease management, AIDS reporting and surveillance, telemedicine, university  
35 of Arizona poison center funding, poison control center funding, vital  
36 records management and women's services shall require review by the joint  
37 legislative budget committee. The department may transfer monies between the  
38 amounts appropriated for proposition 204 children's behavioral health  
39 services, proposition 204 seriously mentally ill services and proposition 204  
40 general mental health and substance abuse without review by the joint  
41 legislative budget committee but may not transfer monies to and from these  
42 line items to any other line item except as provided above without review by  
43 the joint legislative budget committee. The amounts appropriated for these  
44 items shall be used exclusively for contracts for the provision of services  
45 to clients unless a transfer of monies is reviewed by the joint legislative

1 budget committee or unless otherwise permitted to be expended for  
 2 administrative costs as specified in this act. Monies shall not be used from  
 3 these appropriated amounts for any other expenses of the department of health  
 4 services, unless a transfer of monies is reviewed by the joint legislative  
 5 budget committee.

6 Sec. 46. ARIZONA HISTORICAL SOCIETY

	<u>2007-08</u>	<u>2008-09</u>
7		
8 FTE positions	59.9	59.9
9 Operating lump sum appropriation	\$ 2,339,900	\$ 2,339,900
10 Field services and grants	80,000	80,000
11 Papago park museum	<u>2,172,100</u>	<u>2,172,600</u>
12 Total appropriation - Arizona historical		
13 society	\$ 4,592,000	\$ 4,592,500
14 Fund sources:		
15 State general fund	\$ 4,398,800	\$ 4,398,800
16 Capital outlay stabilization fund	193,200	193,700
17 Performance measures:		
18 Paid number of visitors	36,000	36,000
19 Customer satisfaction rating (Scale 1-8)	7.0	7.0

20 Sec. 47. PRESCOTT HISTORICAL SOCIETY

	<u>2007-08</u>	<u>2008-09</u>
21		
22 FTE positions	16.0	16.0
23 Lump sum appropriation	\$ 734,000	\$ 734,000
24 Fund sources:		
25 State general fund	\$ 734,000	\$ 734,000
26 Performance measures:		
27 Paid number of visitors	15,000	15,000
28 Customer satisfaction rating (Scale 1-8)	7.9	7.9

29 Sec. 48. BOARD OF HOMEOPATHIC MEDICAL EXAMINERS

	<u>2007-08</u>	<u>2008-09</u>
30		
31 FTE positions	1.0	1.0
32 Lump sum appropriation	\$ 93,200**	\$ 91,500
33 Fund sources:		
34 Board of homeopathic medical		
35 examiner's fund	\$ 93,200	\$ 91,500
36 Performance measures:		
37 Average calendar days to resolve a complaint	145	145
38 Average calendar days to renew a license	45	45
39 Customer satisfaction rating (Scale 1-8)	6.0	6.0

1	Sec. 49. DEPARTMENT OF HOUSING		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	12.0	12.0
4	Lump sum appropriation	\$ 851,200	\$ 909,300
5	Fund sources:		
6	Housing trust fund	\$ 851,200	\$ 909,300
7	Performance measures:		
8	Households assisted into homeownership	1,000	1,000
9	Affordable rental units assisted	2,000	2,000
10	Customer satisfaction rating (Scale 1-7)	6.1	6.1
11	Sec. 50. ARIZONA COMMISSION OF INDIAN AFFAIRS		
12		<u>2007-08</u>	<u>2008-09</u>
13	FTE positions	3.0	3.0
14	Lump sum appropriation	\$ 223,300	\$ 223,300
15	Fund sources:		
16	State general fund	\$ 223,300	\$ 223,300
17	Performance measures:		
18	Per cent of customer surveys rating		
19	overall satisfaction as "good",		
20	"better" or "excellent"	88	88
21	Sec. 51. INDUSTRIAL COMMISSION OF ARIZONA		
22		<u>2007-08</u>	<u>2008-09</u>
23	FTE positions	294.0	294.0
24	Lump sum appropriation	\$ 19,429,100	\$ 19,416,200
25	Fund sources:		
26	Industrial commission		
27	administrative fund	\$ 19,429,100	\$ 19,416,200
28	Performance measures:		
29	Average number of days to resolve a case		
30	by the administrative law judge division	118	118
31	Per cent of workers' compensation claims		
32	processed within five days	99	99
33	Elevator inspections conducted	6,300	6,300
34	Customer satisfaction rating for workers'		
35	compensation program (Scale 1-8)	7.1	7.1
36	Sec. 52. DEPARTMENT OF INSURANCE		
37		<u>2007-08</u>	<u>2008-09</u>
38	FTE positions	106.5	106.5
39	Operating lump sum appropriation	\$ 6,470,100	\$ 6,470,100
40	Managed care and dental plan		
41	oversight	601,700	601,700
42	Health care group audit	200,000	0
43	Total appropriation - department of insurance	\$ 7,271,800	\$ 7,071,800

1	Fund sources:		
2	State general fund	\$ 7,071,800	\$ 7,071,800
3	Tobacco tax and health care		
4	fund - medically needy account	200,000	0
5	Performance measures:		
6	Average calendar days to complete a		
7	consumer complaint investigation	75	75
8	Per cent of survey licensees respondents		
9	indicating "satisfied" or "better"	93	93
10	Per cent of consumer services survey		
11	respondents indicating "satisfied"		
12	or "better"	77	77
13	Average number of days to issue a license	45	45
14	Sec. 53. ARIZONA JUDICIARY		
15		<u>2007-08</u>	
16	<u>Supreme court</u>		
17	FTE positions	194.0	
18	Operating lump sum appropriation	\$ 16,777,900	
19	Automation	12,391,500	
20	Case and cash management system	1,517,300	
21	County reimbursements	246,000	
22	Court appointed special advocate	3,545,500	
23	Domestic relations	752,800	
24	Foster care review board	2,369,700	
25	Commission on judicial conduct	450,100	
26	Judicial nominations and		
27	performance review	314,100	
28	Model court	514,300	
29	Rural state aid to courts	418,500	
30	State aid	<u>7,091,000</u>	
31	Total appropriation - supreme court	\$ 46,388,700	
32	Fund sources:		
33	State general fund	\$ 18,023,400	
34	Confidential intermediary and		
35	fiduciary fund	470,600	
36	Court appointed special advocate		
37	fund	3,443,500	
38	Criminal justice enhancement fund	3,061,600	
39	Defensive driving school fund	5,395,100	
40	Judicial collection enhancement		
41	fund	12,049,800	
42	State aid to the courts fund	3,944,700	
43	Performance measures:		
44	Customer satisfaction rating for defensive		
45	driving schools (Scale 1-8)	7.9	

1 By September 1, 2007, the supreme court shall report to the joint  
2 legislative budget committee on current and future automation projects  
3 coordinated by the administrative office of the courts. The report shall  
4 include a list of court automation projects receiving or anticipated to  
5 receive state monies in the current or next two fiscal years as well as a  
6 description of each project, number of FTE positions, the entities involved  
7 and the goals and anticipated results for each automation project. The  
8 report shall be submitted in one summary document. The report shall indicate  
9 each project's total multi-year cost by fund source and budget line item,  
10 including any prior year, current year and any future year expenditures.

11 By December 31, 2007 and June 30, 2008, the administrative office of  
12 the courts shall report to the joint legislative budget committee on monies  
13 expended from the case and cash management system line item and progress  
14 relative to the development and deployment of the case and cash management  
15 system. The report shall include a timeline and expenditure plan for the  
16 project, identify the courts involved and their respective monetary and  
17 nonmonetary contributions and indicate progress and changes relative to the  
18 project since the previous timeline and expenditure plan was submitted.

19 Included in the appropriation for the supreme court program is \$1,000  
20 for the purchase of mementos and items for visiting officials.

21 All case processing assistance fund receipts received by the  
22 administrative office of the courts in excess of \$3,061,600 in fiscal year  
23 2007-2008 are appropriated to the supreme court. Before the expenditure of  
24 any case processing assistance fund receipts in excess of \$3,061,600 in  
25 fiscal year 2007-2008, the administrative office of the courts shall submit  
26 the intended use of the monies for review by the joint legislative budget  
27 committee.

28 All defensive driving school fund receipts received by the  
29 administrative office of the courts in excess of \$5,395,100 in fiscal year  
30 2007-2008 are appropriated to the supreme court. Before the expenditure of  
31 any defensive driving school fund receipts in excess of \$5,395,100 in fiscal  
32 year 2007-2008, the administrative office of the courts shall submit the  
33 intended use of the monies for review by the joint legislative budget  
34 committee.

35 Notwithstanding any other law, the amount appropriated for rural state  
36 aid to the courts shall be allocated to counties with populations of less  
37 than 500,000 persons.

38 All judicial collection enhancement fund receipts, excluding revenues  
39 resulting from the probation surcharge, received by the administrative office  
40 of the courts in excess of \$12,049,800 in fiscal year 2007-2008 are  
41 appropriated to the supreme court. Before the expenditure of judicial  
42 collection enhancement fund receipts in excess of \$12,049,800 in fiscal year  
43 2007-2008, the administrative office of the courts shall submit the intended  
44 use of the monies for review by the joint legislative budget committee.

1 The administrative office of the courts shall not transfer monies  
 2 between the supreme court operating budget and the automation line item  
 3 without review by the joint legislative budget committee.

4 Court of appeals

5	FTE positions	147.5
6	Division I	\$ 9,500,400
7	Performance measures:	
8	Customer satisfaction rating for	
9	settlement program (Scale 1-8)	7.7
10	Division II	\$ 4,229,000
11	Performance measures:	
12	Customer satisfaction rating for	
13	settlement program (Scale 1-8)	<u>7.8</u>
14	Total appropriation - court of appeals	\$ 13,729,400

15 Fund sources:

16	State general fund	\$ 13,729,400
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17 Of the 147.5 FTE positions for fiscal year 2007-2008, 107.2 FTE  
 18 positions are for Division I and 40.3 FTE positions are for Division II.

19 Superior court

20	FTE positions	234.4
21	Judges compensation	\$ 17,732,500
22	Adult standard probation	13,626,800
23	Adult intensive probation	11,316,500
24	Community punishment	2,854,800
25	Interstate compact	640,400
26	Sex offenders GPS monitoring	750,000
27	Drug court	1,000,000
28	Juvenile standard probation	4,995,500
29	Juvenile intensive probation	10,130,900
30	Juvenile treatment services	22,454,000
31	Juvenile family counseling	660,400
32	Juvenile crime reduction	5,202,600
33	Probation surcharge	2,723,800
34	Progressively increasing	
35	consequences	10,168,500
36	Special water master	<u>20,000</u>
37	Total appropriation - superior court	\$104,276,700

38 Fund sources:

39	State general fund	\$ 94,019,900
40	Criminal justice enhancement fund	7,033,000
41	Drug treatment and education fund	500,000
42	Judicial collection enhancement	
43	fund	2,723,800

1 Performance measures:  
2 Customer satisfaction rating by states  
3 participating in the interstate compact  
4 (Scale 1-8) 7.0  
5 Juvenile standard probation:  
6 Per cent of probationers successfully  
7 completing probation without a referral  
8 (a notice of misbehavior) 88  
9 Juvenile intensive probation (JIPS):  
10 Per cent of probationers successfully  
11 completing probation without a referral  
12 (a notice of misbehavior) 68  
13 Adult standard probation:  
14 Per cent of probationers exiting probation  
15 and not committed to county jail or prison 83  
16 Adult intensive probation (AIPS):  
17 Per cent of probationers exiting intensive  
18 probation and not committed to county jail  
19 or prison 51  
20 Of the 234.4 FTE positions, 171 FTE positions represent superior court  
21 judges. One-half of their salaries are provided by state general fund  
22 appropriations pursuant to section 12-128, Arizona Revised Statutes. This is  
23 not meant to limit the counties' ability to add judges pursuant to section  
24 12-121, Arizona Revised Statutes.  
25 Up to 4.6 per cent of the amounts appropriated for juvenile probation  
26 services - treatment services and progressively increasing consequences may  
27 be retained and expended by the supreme court to administer the programs  
28 established by section 8-322, Arizona Revised Statutes, and to conduct  
29 evaluations as needed. The remaining portion of the treatment services and  
30 progressively increasing consequences programs shall be deposited in the  
31 juvenile probation services fund established by section 8-322, Arizona  
32 Revised Statutes.  
33 Receipt of state probation monies by the counties is contingent on the  
34 county maintenance of fiscal year 2003-2004 expenditure levels for each  
35 probation program. State probation monies are not intended to supplant  
36 county dollars for probation programs.  
37 All community punishment program receipts received by the  
38 administrative office of the courts in excess of \$2,854,800 in fiscal year  
39 2007-2008 are appropriated to the community punishment line item. Before the  
40 expenditure of any community punishment receipts in excess of \$2,854,800 in  
41 fiscal year 2007-2008, the administrative office of the courts shall submit  
42 the intended use of the monies for review by the joint legislative budget  
43 committee.

1 All juvenile crime reduction fund receipts received by the  
2 administrative office of the courts in excess of \$5,202,600 in fiscal year  
3 2007-2008 are appropriated to the juvenile crime reduction line item. Before  
4 the expenditure of any juvenile crime reduction fund receipts in excess of  
5 \$5,202,600 in fiscal year 2007-2008, the administrative office of the courts  
6 shall submit the intended use of the monies for review by the joint  
7 legislative budget committee.

8 All judicial collection enhancement fund receipts received by the  
9 administrative office of the courts resulting from the probation surcharge in  
10 excess of \$2,723,800 in fiscal year 2007-2008 are appropriated to the  
11 superior court. Before the expenditure of judicial collection enhancement  
12 fund receipts in excess of \$2,723,800 in fiscal year 2007-2008, the  
13 administrative office of the courts shall submit the intended use of the  
14 monies for review by the joint legislative budget committee.

15 By November 1, 2007, the administrative office of the courts shall  
16 report to the joint legislative budget committee the fiscal year 2006-2007  
17 actual, fiscal year 2007-2008 estimated and fiscal year 2008-2009 requested  
18 amounts for the following:

19 1. On a county-by-county basis, the number of authorized and filled  
20 case carrying probation positions and non-case carrying positions,  
21 distinguishing between adult standard, adult intensive, juvenile standard and  
22 juvenile intensive. The report shall indicate the level of state probation  
23 funding, other state funding, county funding and probation surcharge funding  
24 for those positions.

25 2. Total receipts and expenditures by county and fund source for the  
26 adult standard, adult intensive, juvenile standard and juvenile intensive  
27 line items, including the amount of personal services expended from each  
28 revenue source of each account.

29 3. The amount of monies from the adult standard, adult intensive,  
30 juvenile standard and juvenile intensive line items that the office does not  
31 distribute as direct aid to counties. The report shall delineate how the  
32 office expends these monies that are not distributed as direct aid to  
33 counties.

34 Total appropriation - Arizona judiciary	\$164,394,800
35 Fund sources:	
36 State general fund	\$125,772,700
37 Confidential intermediary and	
38 fiduciary fund	470,600
39 Court appointed special advocate	
40 fund	3,443,500
41 Criminal justice enhancement fund	10,094,600

1	Defensive driving school fund	5,395,100
2	Drug treatment and education fund	500,000
3	Judicial collection enhancement	
4	fund	14,773,600
5	State aid to the courts fund	3,944,700

6 The administrative office of the courts shall submit the intended use  
 7 of any reimbursement monies received for review to the joint legislative  
 8 budget committee prior to their expenditure.

9 Sec. 54. DEPARTMENT OF JUVENILE CORRECTIONS

10		<u>2007-08</u>
11	FTE positions	1,163.7
12	Lump sum appropriation	\$ 82,407,700
13	Fund sources:	
14	State general fund	\$ 77,945,300
15	State charitable, penal and	
16	reformatory institutions	
17	land fund	1,094,700
18	Criminal justice enhancement fund	685,200
19	State education fund for committed	
20	youth	2,682,500
21	Performance measures:	
22	Escapes from DJC secure care facilities	0
23	Per cent of juveniles passing the GED	
24	language test	89
25	Per cent of juveniles who show progress in	
26	their primary treatment problem area	75
27	Per cent of juveniles returned to custody	
28	within 12 months of release	20

29 The department shall provide a travel stipend to all southwest regional  
 30 juvenile correction complex staff whose residence is at least twenty miles  
 31 from work.

32 Twenty-five per cent of land earnings and interest from the state  
 33 charitable, penal and reformatory institutions land fund shall be distributed  
 34 to the department of juvenile corrections, in compliance with the enabling  
 35 act and the Constitution of Arizona, to be used for the support of state  
 36 juvenile institutions and reformatories.

37 Before the expenditure of any state education fund for committed youth  
 38 receipts in excess of \$2,682,500, the department of juvenile corrections  
 39 shall report the intended use of the monies to the director of the joint  
 40 legislative budget committee.

1	Sec. 55. STATE LAND DEPARTMENT		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	230.9	232.9
4	Operating lump sum appropriation	\$ 17,121,700	\$ 17,208,600
5	Natural resource conservation		
6	districts	650,000	650,000
7	Environmental county grants	250,000	250,000
8	CAP user fees	1,268,600	1,488,300
9	Inmate fire crews	974,300	974,300
10	Fire suppression operating		
11	expenses	2,653,900	2,566,600
12	Due diligence fund	<u>500,000</u>	<u>500,000</u>
13	Total appropriation - state land department	\$ 23,418,500	\$ 23,637,800
14	Fund sources:		
15	State general fund	\$ 22,698,500	\$ 22,917,800
16	Environmental special plate fund	220,000	220,000
17	Due diligence fund	500,000	500,000
18	Performance measures:		
19	Average land sales processing time		
20	(application to auction, in months)	20	20
21	Per cent of customers giving the department		
22	a rating above 4 (5 = very satisfied)	87	87
23	Total trust generated	\$486,200,000	\$486,200,000
24	Total expendable fund earnings generated	\$127,800,000	\$127,800,000
25	Total trust land sales	\$500,000,000	\$500,000,000
26	Total number of trust land acres sold in		
27	Maricopa, Pima and Pinal counties	3,000	3,000
28	Total number of trust land acres sold in		
29	all other remaining counties	1,000	1,000

30 The appropriation includes \$1,268,600 for central Arizona project user  
31 fees in fiscal year 2007-2008 and \$1,488,300 in fiscal year 2008-2009. For  
32 fiscal year 2007-2008 and fiscal year 2008-2009, from municipalities that  
33 assume their allocation of central Arizona project water every dollar  
34 received as reimbursement to the state for past central Arizona water  
35 conservation district payments, one dollar reverts to the state general fund  
36 in the year that the reimbursement is collected.

37 Of the amount appropriated for natural resource conservation districts  
38 in fiscal year 2007-2008 and fiscal year 2008-2009, \$30,000 shall be used to  
39 provide grants to natural resource conservation districts environmental  
40 education centers.

41 Of the operating lump sum appropriation, the sum of \$3,819,300  
42 supplements planning and disposition funding and shall be used by the state  
43 land department for the sole purpose of the planning and disposition of state  
44 trust land as follows:

- 1           1. The employment of outside professional services.
- 2           2. At least two of the twelve FTE positions appropriated in the fiscal
- 3 year 2005-2006 budget for the planning and disposition of state trust land
- 4 located within five miles of the corporate boundaries of incorporated cities
- 5 and towns having a population of less than one hundred thousand persons.
- 6           3. The state land commissioner shall provide for the disposition of
- 7 state trust land in the most expeditious manner consistent with the fiduciary
- 8 duties prescribed by the enabling act and the Constitution of Arizona. By
- 9 October 1, 2007, the commissioner shall provide a report to the joint
- 10 legislative budget committee on the planning, sale and lease of trust land in
- 11 the preceding year. The report shall:
- 12           (a) Identify the number of acres that were added to a conceptual plan,
- 13 added to a master plan or otherwise planned or prepared for disposition, sale
- 14 and long-term commercial lease.
- 15           (b) Distinguish between urban and rural parcels.
- 16           (c) Indicate the value added or revenue received.
- 17           (d) List the resources used and dedicated to trust land planning and
- 18 disposition, including FTE positions, contracts and appropriated and
- 19 nonappropriated expenditures for each of the items included in the report.
- 20           (e) Include in the report an inventory of trust land prepared for
- 21 sale, including the appraised value and totals for the fiscal year regarding:
- 22           (i) The amount of trust land sold.
- 23           (ii) The amount of trust land put under long-term commercial lease.
- 24           (iii) The amount of revenue collected from the sale of trust land.
- 25           (iv) The amount of revenue collected from the long-term commercial
- 26 lease of trust land.
- 27           (v) The amount of purchase price financed on installment sales of
- 28 state trust land and the principal payoff terms and anticipated yield to the
- 29 trust over the terms of the installment sales.

30           Of the \$775,000 appropriated for state trust land sales and management  
 31 in fiscal year 2007-2008 and fiscal year 2008-2009, at least ten per cent  
 32 shall be used for management and sales of state trust lands in rural areas.

33 Sec. 56. LAW ENFORCEMENT MERIT SYSTEM COUNCIL

	<u>2007-08</u>	<u>2008-09</u>
34		
35		
36	1.0	1.0
37	\$ 74,200	\$ 74,200
38	Fund sources:	
39	\$ 74,200	\$ 74,200

## 1 Sec. 57. LEGISLATURE

	<u>2007-08</u>	<u>2008-09</u>	
2			
3	<u>Senate</u>		
4	Lump sum appropriation	\$ 9,193,000*	\$ 9,193,000*
5	Fund sources:		
6	State general fund	\$ 9,193,000	\$ 9,193,000
7	Included in the lump sum appropriations of \$9,193,000 for fiscal year		
8	2007-2008 and fiscal year 2008-2009 is \$1,000 each fiscal year for the		
9	purchase of mementos and items for visiting officials.		
10	<u>House of representatives</u>		
11	Lump sum appropriation	\$ 13,854,800*	\$13,854,800*
12	Fund sources:		
13	State general fund	\$ 13,854,800	\$ 13,854,800
14	Included in the lump sum appropriations of \$13,854,800 for fiscal year		
15	2007-2008 and fiscal year 2008-2009 is \$1,000 each fiscal year for the		
16	purchase of mementos and items for visiting officials.		
17	<u>Legislative council</u>		
18	FTE positions	49.8	49.8
19	Operating lump sum appropriation	\$ 4,983,100*	\$ 4,983,100*
20	Ombudsman-citizens aide office	<u>593,000*</u>	<u>593,000*</u>
21	Total appropriation - legislative		
22	council	\$ 5,576,100*	\$ 5,576,100*
23	Fund sources:		
24	State general fund	\$ 5,576,100	\$ 5,576,100
25	Performance measures:		
26	Per cent of customers rating accuracy and		
27	timeliness of bill drafting "good" or		
28	"excellent" based on annual survey	98.5	98.5
29	Per cent of customers rating accuracy of		
30	computer help desk "good" or "excellent"		
31	based on annual survey	100	100
32	Per cent of investigations completed		
33	within three months by office of the		
34	ombudsman-citizens aide	90	90
35	Per cent of customers rating overall		
36	experience with the office of the		
37	ombudsman-citizens aide "good" or		
38	"excellent"	92	92
39	<u>Joint legislative budget committee</u>		
40	FTE positions	35.0	35.0
41	Lump sum appropriation	\$ 2,948,600*	\$ 2,948,600*
42	Fund sources:		
43	State general fund	\$ 2,948,600	\$ 2,948,600

1	Performance measures:		
2	Survey of legislator satisfaction (4=high)	3.68	3.68
3	Errors in budget bills	0	0
4	Maximum per cent actual revenues vary		
5	from forecasted revenues	+ -3.0	+ -3.0
6	Days to transmit fiscal notes	14	14
7	<u>Auditor general</u>		
8	FTE positions	209.4	209.4
9	Operating lump sum appropriation	\$ 17,741,900	\$ 17,741,900
10	Procurement study	<u>300,000</u>	<u>0</u>
11	Total appropriation - auditor general	\$ 18,041,900*	\$ 17,741,900*
12	Fund sources:		
13	State general fund	\$ 18,041,900	\$ 17,741,900
14	Performance measures:		
15	Per cent of single audit recommendations		
16	implemented or adopted within one year		
17	for financial audits	47	47
18	Per cent of administrative recommendations		
19	implemented or adopted within two years		
20	for performance audits	98	98
21	<u>Arizona state library, archives and</u>		
22	<u>public records</u>		
23	FTE positions	115.8	115.8
24	Operating lump sum appropriation	\$ 7,450,400	\$ 7,450,400
25	Grants-in-aid	651,400	651,400
26	Statewide radio reading service		
27	for the blind	<u>97,000</u>	<u>97,000</u>
28	Total appropriation - Arizona state		
29	library, archives and public		
30	records	\$ 8,198,800*	\$ 8,198,800*
31	Fund sources:		
32	State general fund	\$ 7,536,300	\$ 7,536,300
33	Records services fund	662,500	662,500
34	Performance measures:		
35	Customer satisfaction rating (Scale 1-8)	7.4	7.4
36	All records services fund receipts, including prior year fund balances,		
37	received by the Arizona state library, archives and public records in excess		
38	of \$662,500 in fiscal year 2007-2008 and fiscal year 2008-2009 are		
39	appropriated to the Arizona state library, archives and public records.		
40	Before the expenditure of records services fund receipts in excess of		
41	\$662,500 in fiscal year 2007-2008 and fiscal year 2008-2009, the Arizona		
42	state library, archives and public records shall submit the intended use of		
43	the monies for review by the joint legislative budget committee.		

1	Sec. 58. DEPARTMENT OF LIQUOR LICENSES AND CONTROL		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	47.2	47.2
4	Lump sum appropriation	\$ 3,534,100	\$ 3,534,100
5	Fund sources:		
6	State general fund	\$ 3,534,100	\$ 3,534,100
7	Performance measures:		
8	Investigations and routine liquor		
9	inspections completed	3,750	3,750
10	Average calendar days to complete an		
11	investigation	33	33
12	Per cent of customers who responded to		
13	the survey reporting "very good" or		
14	"excellent" service	86	86
15	Sec. 59. ARIZONA STATE LOTTERY COMMISSION		
16		<u>2007-08</u>	<u>2008-09</u>
17	FTE positions	110.0	110.0
18	Operating lump sum appropriation	\$ 8,034,700	\$ 7,838,100
19	Sales incentive program	50,000	50,000
20	Telecommunications	<u>654,400</u>	<u>654,400</u>
21	Total appropriation - Arizona state		
22	lottery commission	\$ 8,739,100	\$ 8,542,500
23	Fund source:		
24	State lottery fund	\$ 8,739,100	\$ 8,542,500
25	Performance measures:		
26	Increase in on-line sales from prior year	\$ 5,339,600	\$ 5,181,100
27	Increase in instant ticket sales from		
28	prior year	\$ 4,484,400	\$ 2,242,200
29	Customer satisfaction rating for retailers		
30	(Scale 1-8)	7.5	7.5
31	An amount equal to 3.6 per cent of actual instant ticket sales is		
32	appropriated for the printing of instant tickets or for contractual		
33	obligations concerning instant ticket distribution. This amount is currently		
34	estimated to be \$9,565,000 in fiscal year 2007-2008 and \$9,645,700 in		
35	2008-2009.		
36	An amount equal to a percentage of actual on-line game sales as		
37	determined by contract is appropriated for payment of on-line vendor fees.		
38	This amount is currently estimated to be \$8,072,200 in fiscal year 2007-2008		
39	and \$8,269,100 in fiscal year 2008-2009, or 3.8012 per cent of actual on-line		
40	ticket sales.		

1 An amount equal to 2.7 per cent of gross lottery game sales, but no  
 2 more than \$11,000,000, is appropriated for advertising in accordance with  
 3 section 5-505, Arizona Revised Statutes, which states that not more than four  
 4 per cent of the annual gross revenues shall be expended for advertising.  
 5 Based on projected sales, this amount is currently estimated to reach the  
 6 \$11,000,000 cap in fiscal year 2007-2008 and fiscal year 2008-2009.

7 An amount equal to 6.5 per cent of gross lottery game sales is  
 8 appropriated for payment of sales commissions to ticket retailers. In  
 9 accordance with Laws 1997, chapter 214, an additional amount of not to exceed  
 10 0.5 per cent of gross lottery game sales is appropriated for payment of sales  
 11 commissions to ticket retailers. The combined amount is currently estimated  
 12 to be 6.7 per cent of total ticket sales, or \$32,029,500 in fiscal year  
 13 2007-2008 and \$32,526,900 in fiscal year 2008-2009.

14 Sec. 60. ARIZONA MEDICAL BOARD

	<u>2007-08</u>	<u>2008-09</u>
15 FTE positions	58.5	58.5
16 Lump sum appropriation	\$ 5,567,700**	\$ 5,567,700
17 Fund sources:		
18 Arizona medical board fund	\$ 5,567,700	\$ 5,567,700
19 Performance measures:		
20 Average calendar days to resolve a complaint		
21 M.D.	180	180
22 P.A.	180	180
23 Per cent of open investigations greater than		
24 Six months old		
25 M.D.	35	35
26 P.A.	40	40
27 Customer satisfaction rating (Scale 1-8)	7.7	7.7

28 The Arizona medical board may use up to seven per cent of the Arizona  
 29 medical board fund balance remaining at the end of each fiscal year for a  
 30 performance based incentive program the following fiscal year based on the  
 31 program established by section 38-618, Arizona Revised Statutes.

32 Sec. 61. BOARD OF MEDICAL STUDENT LOANS

	<u>2007-08</u>	<u>2008-09</u>
33 Medical student financial		
34 assistance	\$ 1,809,800	\$ 1,809,800
35 Fund sources:		
36 State general fund	\$ 1,500,000	\$ 1,500,000
37 Medical student loan fund	309,800	309,800
38 Performance measures:		
39 Per cent of physicians meeting service		
40 requirement	93	93
41 Customer satisfaction rating (Scale 1-8)	7.5	7.5

1	Sec. 62. STATE MINE INSPECTOR			
2			<u>2007-08</u>	
3				
4	FTE positions		17.0	
5	Lump sum appropriation	\$	1,828,400	
6	Fund sources:			
7	State general fund	\$	1,828,400	
8	Performance measures:			
9	Per cent of mandated inspections completed		70	
10	Number of inspections		600	
11	Customer satisfaction rating for mines			
12	(Scale 1-8)		7.5	
13	Sec. 63. DEPARTMENT OF MINES AND MINERAL RESOURCES			
14			<u>2007-08</u>	<u>2008-09</u>
15	FTE positions		7.0	7.0
16	Lump sum appropriation	\$	839,900	\$ 839,900
17	Fund sources:			
18	State general fund	\$	839,900	\$ 839,900
19	Performance measures:			
20	Number of paying visitors		5,500	5,500
21	Customer satisfaction rating (Scale 1-5)		4.9	4.9
22	Sec. 64. NATUROPATHIC PHYSICIANS BOARD OF MEDICAL EXAMINERS			
23			<u>2007-08</u>	<u>2008-09</u>
24	FTE positions		7.0	7.0
25	Lump sum appropriation	\$	586,600**	\$ 584,000
26	Fund sources:			
27	Naturopathic physicians board of			
28	medical examiners fund	\$	586,600	\$ 584,000
29	Performance measures:			
30	Average calendar days to resolve a complaint		57	57
31	Average calendar days to renew a license		23	23
32	Customer satisfaction rating (Scale 1-8)		7.3	7.3
33	Sec. 65. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION			
34			<u>2007-08</u>	
35	FTE positions		2.0	
36	Lump sum appropriation	\$	173,600	
37	Fund sources:			
38	State general fund	\$	173,600	
39	Performance measures:			
40	Per cent of Arizona rivers and			
41	streams adjudicated		100	
42	Customer satisfaction rating for hearing			
43	attendees (Scale 1-8)		7.5	

1	Sec. 66. ARIZONA STATE BOARD OF NURSING		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	41.2	41.2
4	Operating lump sum appropriation	\$ 3,674,100**	\$ 3,461,500
5	CNA fingerprinting	<u>166,000</u>	<u>166,000</u>
6	Total appropriation - Arizona state		
7	board of nursing	\$ 3,840,100	\$ 3,627,500
8	Fund sources:		
9	State general fund	\$ 166,000	\$ 166,000
10	Board of nursing fund	3,674,100	3,461,500
11	Performance measures:		
12	Average calendar days to resolve a complaint	175	175
13	Average calendar days to renew a license	3	3
14	Customer satisfaction rating (Scale 1-8)	7.2	7.2
15	Sec. 67. BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS AND		
16	ASSISTED LIVING FACILITY MANAGERS		
17		<u>2007-08</u>	<u>2008-09</u>
18	FTE positions	5.0	5.0
19	Lump sum appropriation	\$ 358,700**	\$ 358,700
20	Fund sources:		
21	Nursing care institution		
22	administrators' licensing and		
23	assisted living facility		
24	managers' certification fund	\$ 358,700	\$ 358,700
25	Performance measures:		
26	Average calendar days to resolve a complaint	65	65
27	Average calendar days to renew a license	15	15
28	Customer satisfaction rating (Scale 1-8)	6.0	6.0
29	Sec. 68. BOARD OF OCCUPATIONAL THERAPY EXAMINERS		
30		<u>2007-08</u>	<u>2008-09</u>
31	FTE positions	3.0	3.0
32	Lump sum appropriation	\$ 239,900**	\$ 239,900
33	Fund sources:		
34	Occupational therapy fund	\$ 239,900	\$ 239,900
35	Performance measures:		
36	Average calendar days to resolve a complaint	100	100
37	Average calendar days to renew a license		
38	(from receipt of application to issuance)	30	30
39	Customer satisfaction rating (Scale 1-8)	7.2	7.2
40	Sec. 69. STATE BOARD OF DISPENSING OPTICIANS		
41		<u>2007-08</u>	<u>2008-09</u>
42	FTE positions	1.0	1.0
43	Lump sum appropriation	\$ 122,100**	\$ 120,100

1	Fund sources:		
2	Board of dispensing opticians fund	\$ 122,100	\$ 120,100
3	Performance measures:		
4	Average calendar days to resolve a complaint	76	76
5	Average calendar days to renew a license	3	3
6	Customer satisfaction rating (Scale 1-8)	6.0	6.0
7	Sec. 70. STATE BOARD OF OPTOMETRY		
8		<u>2007-08</u>	<u>2008-09</u>
9	FTE positions	2.0	2.0
10	Lump sum appropriation	\$ 194,400**	\$ 194,400
11	Fund sources:		
12	Board of optometry fund	\$ 194,400	\$ 194,400
13	Performance measures:		
14	Average calendar days to resolve a complaint	100	100
15	Average calendar days to renew a license	2	2
16	Customer satisfaction rating (Scale 1-8)	7.4	7.4
17	Sec. 71. OSTEOPATHIC EXAMINERS BOARD IN MEDICINE AND SURGERY		
18		<u>2007-08</u>	<u>2008-09</u>
19	FTE positions	6.7	6.7
20	Lump sum appropriation	\$ 660,600**	\$ 660,600
21	Fund sources:		
22	Board of osteopathic examiners fund	\$ 660,600	\$ 660,600
23	Performance measures:		
24	Average calendar days to resolve a complaint	315	315
25	Average calendar days to renew a license	5	5
26	Average calendar days to process license	65	65
27	Customer satisfaction rating (Scale 1-8)	6.0	6.0
28	Sec. 72. STATE PARKS BOARD		
29		<u>2007-08</u>	<u>2008-09</u>
30	FTE positions	249.3	249.3
31	Operating lump sum appropriation	\$ 14,222,300	\$ 14,222,300
32	Arizona trail	125,000	125,000
33	Kartchner caverns state park	<u>2,535,800</u>	<u>2,535,800</u>
34	Total appropriation - Arizona state parks		
35	board	\$ 16,883,100	\$ 16,883,100
36	Fund sources:		
37	State general fund	\$ 7,900,000	\$ 8,400,000
38	State parks enhancement fund	7,368,300	6,868,300
39	Law enforcement and boating		
40	safety fund	1,092,700	1,092,700
41	Reservation surcharge revolving		
42	fund	522,100	522,100

1	Performance measures:		
2	Annual park attendance	2,500,000	2,500,000
3	Per cent of park visitors rating their		
4	experience "good" or "excellent"	95	95

5 The appropriation for law enforcement and boating safety fund projects  
6 is an estimate representing all monies distributed to this fund, including  
7 balance forward, revenue and transfers during fiscal year 2007-2008 and  
8 fiscal year 2008-2009. These monies are appropriated to the Arizona state  
9 parks board for the purposes established in section 5-383, Arizona Revised  
10 Statutes. The appropriation shall be adjusted as necessary to reflect actual  
11 final receipts credited to the law enforcement and boating safety fund.

12 All other operating expenditures include \$26,000 from the state parks  
13 enhancement fund for Fool Hollow state park revenue sharing. If receipts to  
14 Fool Hollow exceed \$260,000 in fiscal year 2007-2008 and fiscal year  
15 2008-2009, an additional ten per cent of this increase of Fool Hollow  
16 receipts is appropriated from the state parks enhancement fund to meet the  
17 revenue sharing agreement with the city of Show Low and the United States  
18 forest service.

19 All reservation surcharge revolving fund receipts received by the  
20 Arizona state parks board in excess of \$522,100 in fiscal year 2007-2008 and  
21 fiscal year 2008-2009 are appropriated to the reservation surcharge revolving  
22 fund. Before the expenditure of any reservation surcharge revolving fund  
23 monies in excess of \$522,100 in fiscal year 2007-2008 and fiscal year  
24 2008-2009, the Arizona state parks board shall submit the intended use of the  
25 monies for review by the joint legislative budget committee.

26 During fiscal year 2007-2008 and fiscal year 2008-2009, no more than  
27 \$5,000 each year from appropriated or nonappropriated monies may be used for  
28 the purposes of out-of-state travel expenses by state parks board staff. No  
29 appropriated or nonappropriated monies may be used for out-of-country travel  
30 expenses. The state parks board shall submit by June 30, 2008 and June 30,  
31 2009, a report to the joint legislative budget committee on out-of-state  
32 travel activities and expenditures for that fiscal year.

33 Sec. 73. PERSONNEL BOARD

34		<u>2007-08</u>	<u>2008-09</u>
35	FTE positions	3.0	3.0
36	Lump sum appropriation	\$ 357,900	\$ 357,900
37	Fund sources:		
38	State general fund	\$ 357,900	\$ 357,900
39	Performance measures:		
40	Average number of calendar days from		
41	receipt of appeal/complaint to final	120	120
42	Per cent of customers rating service as		
43	"good" or "excellent"	92	92

1	Sec. 74. PHARMACY BOARD		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	18.0	18.0
4	Lump sum appropriation	\$ 2,455,300**	\$ 1,846,500
5	Fund sources:		
6	Arizona state board of pharmacy		
7	fund	\$ 2,455,300	\$ 1,846,500
8	Performance measures:		
9	Average calendar days to resolve a complaint	55	55
10	Customer satisfaction rating (Scale 1-8)	7.8	7.8
11	Sec. 75. BOARD OF PHYSICAL THERAPY EXAMINERS		
12		<u>2007-08</u>	<u>2008-09</u>
13	FTE positions	3.8	3.8
14	Lump sum appropriation	\$ 379,800**	\$ 349,600
15	Fund sources:		
16	Board of physical therapy fund	\$ 379,800	\$ 349,600
17	Performance measures:		
18	Average calendar days to resolve a complaint	150	150
19	Average calendar days to renew a license	15	15
20	Customer satisfaction rating (Scale 1-8)	7.0	7.0
21	Sec. 76. ARIZONA PIONEERS' HOME		
22		<u>2007-08</u>	<u>2008-09</u>
23	FTE positions	115.8	115.8
24	Personal services	\$ 3,669,000	\$ 3,747,800
25	Employee-related expenditures	1,466,800	1,484,200
26	All other operating expenditures	955,800	955,800
27	Prescription drugs	<u>250,000</u>	<u>258,000</u>
28	Total appropriation - pioneers' home	\$ 6,341,600	\$ 6,445,800
29	Fund sources:		
30	State general fund	\$ 1,236,000	\$ 1,236,000
31	Miners' hospital fund	1,685,600	1,685,600
32	State charitable fund	3,420,000	3,524,200
33	Performance measures:		
34	Per cent of residents rating services as		
35	"good" or "excellent"	98	98
36	Earnings on state lands and interest on the investment of the permanent		
37	land funds are appropriated for the pioneers' home and the hospital for		
38	disabled miners in compliance with the enabling act and the Constitution of		
39	Arizona.		
40	The pioneers' home shall not exceed its expenditure authority for		
41	monies appropriated from the miners' hospital for disabled miners land fund.		

1	Sec. 77. STATE BOARD OF PODIATRY EXAMINERS		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	1.0	1.0
4	Lump sum appropriation	\$ 138,700**	\$ 138,800
5	Fund sources:		
6	Podiatry fund	\$ 138,700	\$ 138,800
7	Performance measures:		
8	Average calendar days to resolve a complaint	90	90
9	Average days to process an application		
10	for licensure	3.0	3.0
11	Customer satisfaction rating (Scale 1-8)	6.0	6.0
12	Sec. 78. COMMISSION FOR POSTSECONDARY EDUCATION		
13		<u>2007-08</u>	<u>2008-09</u>
14	FTE positions	8.0	8.0
15	Operating lump sum appropriation	\$ 395,700	\$ 395,700
16	Leveraging educational assistance		
17	partnership (LEAP)	3,364,500	3,364,500
18	Postsecondary education grant program	5,300,000	5,300,000
19	Private postsecondary education		
20	student financial assistance		
21	program	400,000	400,000
22	Family college savings program	150,000	150,000
23	Arizona college and career guide	21,200	21,200
24	Arizona minority educational		
25	policy analysis center	100,000	100,000
26	Twelve plus partnership	<u>130,500</u>	<u>130,500</u>
27	Total appropriation - commission for		
28	postsecondary education	\$ 9,861,900	\$ 9,861,900
29	Fund sources:		
30	State general fund	\$ 6,920,800	\$ 6,920,800
31	Postsecondary education fund	2,941,100	2,941,100
32	Performance measures:		
33	LEAP student grants awarded	4,000	4,000
34	Per cent of customers rating commission		
35	services as "good" or "excellent"	95	95
36	The appropriation for leveraging educational assistance partnership is		
37	provided to create grants under the Arizona state student incentive grant		
38	program administered by the commission for postsecondary education. Grants		
39	may be made according to the provisions of applicable federal and state laws		
40	and regulations relating to this program. Only Arizona residents who		
41	demonstrate financial need and who are attending, on at least a half-time		
42	basis, an approved program at a properly accredited Arizona postsecondary		
43	educational institution are eligible for the program.		

1 Each participating institution, public or private, in order to be  
 2 eligible to receive state matching funds under the state student incentive  
 3 grant program for grants to students, shall provide an amount of  
 4 institutional matching funds that equals the amount of funds provided by the  
 5 state to the institution for the state student incentive grant program.  
 6 Administrative expenses incurred by the commission for postsecondary  
 7 education shall be paid from institutional matching funds and shall not  
 8 exceed twelve per cent of the funds in fiscal year 2007-2008 and fiscal year  
 9 2008-2009.

10 Any unencumbered balance remaining in the postsecondary education fund  
 11 on June 30, 2007 for fiscal year 2007-2008, and June 30, 2008 for fiscal year  
 12 2008-2009, and all grant monies and other revenues received by the commission  
 13 for postsecondary education, when paid into the state treasury, are  
 14 appropriated for the explicit purposes designated by line items and for  
 15 additional responsibilities prescribed in sections 15-1851 and 15-1852,  
 16 Arizona Revised Statutes.

17 The appropriations for Arizona college and career guide, Arizona  
 18 minority educational policy analysis center and twelve plus partnership are  
 19 estimates representing all monies distributed to this fund, including balance  
 20 forward, revenue and transfers, during fiscal year 2007-2008 and fiscal year  
 21 2008-2009. The appropriations shall be adjusted as necessary to reflect  
 22 actual final receipts credited to the postsecondary education fund.

23 Of the total amount appropriated for the private postsecondary  
 24 education student financial assistance program, no more than ten per cent may  
 25 be used for program administrative costs.

26 The commission for postsecondary education shall not transfer funds out  
 27 of the private postsecondary education student financial assistance program  
 28 or the postsecondary education grant program line items.

29 Of the \$5,300,000 appropriated for the postsecondary education grant  
 30 program, up to \$500,000 may be allocated for the administration of the  
 31 program in fiscal year 2007-2008 and fiscal year 2008-2009.

32 Sec. 79. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

	<u>2007-08</u>	<u>2008-09</u>
FTE positions	4.0	4.0
Lump sum appropriation	\$ 318,400**	\$ 318,400
Fund sources:		
Board for private postsecondary education fund	\$ 318,400	\$ 318,400
Performance measures:		
Average number of days to pay student tuition recovery fund claims	90	90
Average days to process student record requests	10	10
Customer satisfaction rating (Scale 1-8)	7.8	7.8

1	Sec. 80. STATE BOARD OF PSYCHOLOGIST EXAMINERS		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	4.0	4.0
4	Lump sum appropriation	\$ 374,300**	\$ 381,900
5	Fund sources:		
6	Board of psychologist examiners		
7	fund	\$ 374,300	\$ 381,900
8	Performance measures:		
9	Average calendar days to resolve a complaint	86	86
10	Average days to process an application		
11	for licensure	38	38
12	Customer satisfaction rating (Scale 1-8)	7.2	7.2
13	Sec. 81. DEPARTMENT OF PUBLIC SAFETY		
14		<u>2007-08</u>	
15	FTE positions	2,106.8	
16	Operating lump sum appropriation	\$189,513,700	
17	GIITEM	28,916,600	
18	Highway patrol safety equipment	3,000,000	
19	Motor vehicle fuel	3,935,500	
20	Statewide interoperability design	1,329,400	
21	Sworn officer salary adjustments	<u>2,672,900</u>	
22	Total appropriation - department of public		
23	safety	\$229,368,100	
24	Fund sources:		
25	State general fund	\$167,858,300	
26	Highway user revenue fund	10,000,000	
27	State highway fund	10,000,000	
28	Arizona highway patrol fund	20,425,900	
29	Criminal justice enhancement fund	3,188,300	
30	Safety enforcement and transportation		
31	infrastructure fund	1,481,000	
32	Crime laboratory assessment fund	5,721,400	
33	Arizona deoxyribonucleic acid		
34	identification system fund	3,670,200	
35	Automated fingerprint identification		
36	system fund	3,285,800	
37	Motorcycle safety fund	205,000	
38	Risk management fund	296,200	
39	Parity compensation fund	3,236,000	
40	Performance measures:		
41	Per cent of scientific analysis cases over		
42	30 calendar days old	6.0	
43	Per cent of system reliability of the Arizona		
44	automated fingerprint identification network	98	
45	Clandestine labs dismantled	70	

1           Of the \$28,916,600 appropriated to GIITEM, \$10,000,000 is to be used  
2 for the multijurisdictional task force known as the gang and immigration  
3 intelligence team enforcement mission (GIITEM). If the department of public  
4 safety uses any of the monies appropriated for GIITEM for an agreement or  
5 contract with a city, town, county or other entity to provide services for  
6 the GIITEM program, the city, town, county or other entity shall provide not  
7 less than fifteen per cent of the cost of the services and the department of  
8 public safety shall provide not more than eighty-five per cent of the cost  
9 for each agreement or contract. The distribution of these monies are  
10 contingent upon the department of public safety entering into and maintaining  
11 a 287 memorandum of understanding with the United States department of  
12 homeland security. The \$10,000,000 is to be used for functions relating to  
13 immigration enforcement, including border security and border personnel. The  
14 \$10,000,000 is exempt from the provisions of section 35-190, Arizona Revised  
15 Statutes, relating to the lapsing of appropriations, except that all  
16 unexpended and unencumbered monies shall revert on June 30, 2009. The  
17 department shall submit an expenditure plan to the joint legislative budget  
18 committee for review prior to expending any monies not identified in the  
19 department's previous expenditure plans. Within thirty days after the last  
20 day of each calendar quarter, the department shall provide a summary of  
21 quarterly and year-to-date expenditures and progress to the joint legislative  
22 budget committee.

23           Of the \$28,916,600 appropriated to GIITEM, \$9,500,000 is to be used for  
24 one hundred department of public safety GIITEM personnel located anywhere  
25 within the state. The additional staff shall include at least fifty sworn  
26 DPS positions to be used for immigration enforcement and border security and  
27 up to fifty DPS positions to expand GIITEM's public awareness, investigation,  
28 and intelligence efforts. The additional positions would assist GIITEM in  
29 various efforts including, but not limited to: 1) arresting illegal aliens,  
30 2) responding to and investigating complaints of employers hiring illegal  
31 aliens, 3) investigating crimes of identity theft in the context of hiring  
32 illegal aliens and the unlawful entry into the country, and 4) taking  
33 enforcement action, as permitted under federal law and article VI of the U.S.  
34 Constitution. The use of these monies is contingent upon the department of  
35 public safety entering into and maintaining a 287 memorandum of understanding  
36 with the United States department of homeland security. The department shall  
37 submit an expenditure plan to the joint legislative budget committee for  
38 review prior to expending any monies not identified in the department's  
39 previous expenditure plans. Within thirty days after the last day of each  
40 calendar quarter, the department shall provide a summary of quarterly and  
41 year-to-date expenditures and progress to the joint legislative budget  
42 committee.

1 The department of public safety shall report quarterly to the joint  
 2 legislative budget committee on sworn personnel staffing levels. The report  
 3 shall identify the number of filled and appropriated positions by job  
 4 classification and, if applicable, the program to which the position is  
 5 assigned.

6 Of the \$2,672,900 for sworn officer salary adjustments, \$2,000,000 from  
 7 the general fund shall be used to provide salary adjustments for the officer  
 8 I, officer II, and officer III classifications. The distribution of the  
 9 \$672,900 from the parity compensation fund shall be determined by the  
 10 department. DPS shall provide a report indicating how the monies were  
 11 allocated to the joint legislative budget committee by September 30, 2007.  
 12 The report should include a salary comparison, by classification, based on  
 13 both the five highest paying law enforcement agencies in the state and those  
 14 that employ in excess of one hundred sworn positions.

15 Any monies remaining in the department of public safety joint account  
 16 on June 30, 2008 shall revert to the funds from which they were appropriated.  
 17 The reverted monies shall be returned in direct proportion to the amounts  
 18 appropriated.

19 It is the intent of the legislature that \$709,000 from the  
 20 anti-racketeering fund in fiscal year 2007-2008 be used for the personal  
 21 computer replacement program.

22 It is the intent of the legislature that \$668,700 from the  
 23 anti-racketeering fund in fiscal year 2007-2008 be used for the tri-agency  
 24 disaster recovery system.

25 It is the intent of the legislature that \$2,200,000 from the  
 26 anti-racketeering fund in fiscal year 2007-2008 be used for the detailed  
 27 design of the long-term interoperability solution.

28 Prior to expending the \$2,200,000 increase for detailed design of the  
 29 statewide interoperability solution, the department shall submit an  
 30 expenditure plan to the joint legislative budget committee for review.

31 Sec. 82. ARIZONA DEPARTMENT OF RACING

	<u>2007-08</u>	<u>2008-09</u>
FTE positions	46.5	46.5
Lump sum appropriation	\$ 3,264,900	\$ 3,264,900
Fund sources:		
State general fund	\$ 2,747,900	\$ 2,747,900
County fair racing fund	450,000	450,000
Racing administration fund	67,000	67,000
Performance measures:		
Per cent of horse racing customers reporting		
"very good" or "excellent" service	95	95
Per cent of greyhound racing customers		
reporting "very good" or "excellent" service	99	99
Per cent of positive horse drug tests	1.2	1.2
Per cent of positive greyhound drug tests	0.02	0.02

1 The department of racing shall report to the president of the senate,  
 2 the speaker of the house of representatives, the chairpersons of the senate  
 3 and house of representatives appropriations committees and the director of  
 4 the joint legislative budget committee on an annual basis on boxing related  
 5 activities. The report shall contain the number of boxing events, gross  
 6 receipts, state revenues and license fee collections.

7 Sec. 83. RADIATION REGULATORY AGENCY

	<u>2007-08</u>	<u>2008-09</u>
8 FTE positions	31.0	32.0
9 Lump sum appropriation	\$ 1,875,800	\$ 1,910,100
10 Fund sources:		
11 State general fund	\$ 1,593,900	\$ 1,628,200
12 State radiologic technologist		
13 certification fund	281,900	281,900
14 Performance measures:		
15 Per cent of x-ray tubes overdue for inspection	40	40
16 Radiological incidents (non-Palo Verde related)	9	9
17 Radiological incidents (Palo Verde)	0	0
18 Customer satisfaction rating (Scale 1-8)	7.5	7.5

19 By November 1, 2007 the radiation regulatory agency shall submit a  
 20 report to the joint legislative budget committee detailing the fee increases  
 21 that would be necessary to make the agency self-supporting.

22 Sec. 84. GOVERNOR - ARIZONA RANGERS' PENSIONS

	<u>2007-08</u>	<u>2008-09</u>
23 Lump sum appropriation	\$ 13,400	\$ 13,700
24 Fund sources:		
25 State general fund	\$ 13,400	\$ 13,700

26 Sec. 85. REAL ESTATE DEPARTMENT

	<u>2007-08</u>	<u>2008-09</u>
27 FTE positions	72.4	74.4
28 Lump sum appropriation	\$ 4,363,000	\$ 4,438,500
29 Fund sources:		
30 State general fund	\$ 4,363,000	\$ 4,438,500
31 Performance measures:		
32 Average days to issue a public report	60.0	60.0
33 Average days from receipt to issuance of		
34 license reports	9.0	9.0
35 Per cent of surveys from licensees indicating		
36 "good" to "excellent" service	95.0	95.0
37 Average days from receipt of complaint to		
38 resolution	130	130

1	Sec. 86. RESIDENTIAL UTILITY CONSUMER OFFICE		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	12.0	12.0
4	Operating lump sum appropriation	\$ 1,128,900	\$ 1,128,900
5	Professional witnesses	<u>145,000*</u>	<u>145,000*</u>
6	Total appropriation - residential utility		
7	consumer office	\$ 1,273,900	\$ 1,273,900
8	Fund sources:		
9	Residential utility consumer office		
10	revolving fund	\$ 1,273,900	\$ 1,273,900
11	Performance measures:		
12	Per cent variance between utilities'		
13	requests for rate increases and the		
14	actual ACC authorized rates	(12.5)	(12.5)
15	Sec. 87. BOARD OF RESPIRATORY CARE EXAMINERS		
16		<u>2007-08</u>	<u>2008-09</u>
17	FTE positions	4.0	4.0
18	Lump sum appropriation	\$ 238,500**	\$ 236,800
19	Fund sources:		
20	Board of respiratory care		
21	examiners fund	\$ 238,500	\$ 236,800
22	Performance measures:		
23	Average calendar days to resolve a complaint	85	85
24	Customer satisfaction rating (Scale 1-8)	6.8	6.8
25	Sec. 88. STATE RETIREMENT SYSTEM		
26		<u>2007-08</u>	<u>2008-09</u>
27	FTE positions	235.0	235.0
28	Operating lump sum appropriation	\$ 19,486,500	\$ 20,165,600
29	Information technology plan	<u>2,747,100</u>	<u>2,747,100</u>
30	Total appropriation - Arizona state		
31	retirement system	\$ 22,233,600	\$ 22,912,700
32	Fund sources:		
33	State retirement system		
34	administration account	\$ 19,433,600	\$ 20,112,700
35	Long-term disability		
36	administration account	2,800,000	2,800,000
37	Performance measures:		
38	Per cent of members satisfied with ASRS		
39	telephone services	96	96
40	Per cent of investment returns	8.0	8.0
41	Per cent of benefit payment calculations		
42	that are accurate as measured by quality		
43	control sample	99.5	99.5

1 Before the expenditure of the appropriation of \$2,747,100 in fiscal  
 2 year 2007-2008 and fiscal year 2008-2009 and the hiring of FTE positions  
 3 appropriated for the agency's information technology plan, the retirement  
 4 system shall present an expenditure plan to the joint legislative budget  
 5 committee staff for review. The expenditure plan shall include current year  
 6 and prior years' appropriations to be spent in the current year and prior  
 7 year appropriation balances. The agency shall provide annual reports to the  
 8 joint legislative budget committee staff regarding the expenditures and  
 9 project tasks completed to date. Actual divestiture of monies from the  
 10 retirement fund for expenditure shall occur following the joint legislative  
 11 budget committee staff review of the agency's information technology plan.

12 The appropriation includes \$678,800 in fiscal year 2007-2008 and  
 13 \$1,154,800 in fiscal year 2008-2009 for technology upgrades. These monies  
 14 shall not be spent and will revert to the Arizona state retirement system  
 15 account if the information technology authorization committee does not  
 16 approve the project investment justification for technology upgrades.

17 Sec. 89. DEPARTMENT OF REVENUE

	<u>2007-08</u>	<u>2008-09</u>
18 FTE positions	1,164.0	1,164.0
19 Operating lump sum appropriation	\$ 72,297,900	\$ 70,656,100
20 BRITS operational support	2,223,700	2,223,700
21 Unclaimed property administration	<u>1,629,000</u>	<u>1,608,600</u>
22 Total appropriation - department of revenue	\$ 76,150,600	\$ 74,488,400
23 Fund sources:		
24 State general fund	\$ 73,487,500	\$ 71,819,200
25 Estate and unclaimed property fund	1,629,000	1,608,600
26 Liability setoff fund	419,600	413,800
27 Tobacco tax and health care fund	614,500	646,800
28 Performance measures:		
29 Average calendar days to refund income tax	12	12
30 Per cent of written taxpayer inquiries		
31 answered within 30 calendar days		
32 of receipt	65	65
33 Customer satisfaction rating for taxpayer		
34 information section (Scale 1-5)	4.7	4.7

35 The department shall provide the department's general fund revenue  
 36 enforcement goals for fiscal year 2007-2008 to the joint legislative budget  
 37 committee for review by July 31, 2007, and for fiscal year 2008-2009 by July  
 38 31, 2008. The department shall provide an annual progress report to the  
 39 joint legislative budget committee as to the effectiveness of the  
 40 department's overall enforcement and collections program for fiscal year  
 41 2007-2008 by July 31, 2008 and for fiscal year 2008-2009 by July 31, 2009.  
 42 The reports shall include a comparison of projected and actual general fund  
 43 revenue enforcement collections for fiscal year 2007-2008 and fiscal year  
 44 2008-2009 respectively.  
 45

1 An amount equal to 12.5 per cent of the dollar value of the properties  
 2 recovered by unclaimed property contract auditors is appropriated from the  
 3 estate and unclaimed property fund to pay unclaimed property contract auditor  
 4 fees in accordance with section 44-313, Arizona Revised Statutes, requiring  
 5 that administrative expenses be appropriated. This amount is currently  
 6 estimated at \$1,770,000 in fiscal year 2007-2008 and fiscal year 2008-2009.  
 7 Sec. 90. SCHOOL FACILITIES BOARD

	<u>2007-08</u>
8 FTE positions	20.0
9 Operating lump sum appropriation	\$ 1,856,900
10 New school facilities debt service	71,967,200
11 New school facilities	370,000,000
12 Building renewal	<u>86,283,500</u>
13 Total appropriation - school facilities	
14 board	\$530,107,600
15 Fund sources:	
16 State general fund	\$530,107,600
17 Performance measures:	
18 Per cent of school districts inspected	
19 meeting minimum adequacy standards	100
20 Per cent of school districts rating the	
21 board's services as "good" or "excellent"	
22 in an annual survey	90

	<u>2007-08</u>	<u>2008-09</u>
24 Sec. 91. DEPARTMENT OF STATE - SECRETARY OF STATE		
25 FTE positions	48.3	48.3
26 Operating lump sum appropriation	\$ 2,755,400	\$ 2,713,800
27 Election services	4,361,000	4,361,000
28 Help America vote act	<u>15,000,000</u>	<u>4,000,000</u>
29 Total appropriation - secretary of state	\$ 22,116,400	\$ 11,074,800
30 Fund sources:		
31 State general fund	\$ 7,021,600	\$ 6,980,000
32 Election systems improvement fund	15,000,000	4,000,000
33 Professional employer organization		
34 fund	94,800	94,800
35 Performance measures:		
36 Per cent of documents returned to public		
37 filer in 48 hours (business services		
38 division)	70	70
39 Per cent of election law complaints reviewed		
40 and acted on within 7 days	100	100

1 The secretary of state shall report to the joint legislative budget  
 2 committee and the governor's office of strategic planning and budgeting by  
 3 December 31, 2007 the actual amount and purpose of expenditures from the  
 4 election systems improvement fund in fiscal year 2006-2007 and the expected  
 5 amount and purpose of expenditures from the fund for fiscal years 2007-2008  
 6 and 2008-2009.

7 Any transfer to or from the amount appropriated for the election  
 8 services line item shall require review by the joint legislative budget  
 9 committee.

10 The fiscal year 2007-2008 appropriation from the election systems  
 11 improvement fund for HAVA is available for use pursuant to section 35-143.01,  
 12 subsection C, Arizona Revised Statutes, and is exempt from the provisions of  
 13 section 35-190, Arizona Revised Statutes, relating to lapsing of  
 14 appropriations, until June 30, 2009.

15 Sec. 92. STATE BOARDS' OFFICE

	<u>2007-08</u>	<u>2008-09</u>
FTE positions	3.0	3.0
Lump sum appropriation	\$ 260,000**	\$ 260,000
Fund sources:		
Special services revolving fund	\$ 260,000	\$ 260,000
Performance measures:		
Overall customer satisfaction rating (Scale 1-8)	7.1	7.1

24 Sec. 93. STRUCTURAL PEST CONTROL COMMISSION

	<u>2007-08</u>	<u>2008-09</u>
FTE positions	40.0	41.0
Lump sum appropriation	\$ 2,770,200**	\$ 2,668,900
Fund sources:		
Structural pest control commission fund	\$ 2,770,200	\$ 2,668,900
Performance measures:		
Average calendar days to resolve a complaint	240	240
Average calendar days to renew a license	20	20
Customer satisfaction rating (Scale 1-8)	6.8	6.8

35 Sec. 94. STATE BOARD OF TAX APPEALS

	<u>2007-08</u>	<u>2008-09</u>
FTE positions	4.0	4.0
Lump sum appropriation	\$ 305,200	\$ 305,200
Fund sources:		
State general fund	\$ 305,200	\$ 305,200
Performance measures:		
Months to process appeal	4.5	4.5
Per cent of rulings upheld in tax courts	90	90
Customer satisfaction rating (Scale 1-8)	7.0	7.0

1	Sec. 95. BOARD OF TECHNICAL REGISTRATION		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	23.0	23.0
4	Lump sum appropriation	\$ 1,712,400**	\$ 1,700,200
5	Fund sources:		
6	Technical registration fund	\$ 1,712,400	\$ 1,700,200
7	Performance measures:		
8	Average calendar days to resolve a complaint	285	285
9	Average calendar days to process an initial		
10	application	85	85
11	Customer satisfaction rating (Scale 1-8)	7.5	7.5
12	Sec. 96. DEPARTMENT OF TRANSPORTATION		
13		<u>2007-08</u>	
14	<u>Administration</u>		
15	FTE positions	412.0	
16	Operating lump sum appropriation	\$ 41,141,100	
17	Attorney general legal services	<u>2,737,700</u>	
18	Total appropriation - administration	\$ 43,878,800	
19	Fund sources:		
20	State highway fund	\$ 43,878,800	
21	<u>Highways</u>		
22	FTE positions	2,548.0	
23	Operating lump sum appropriation	\$133,825,100	
24	Highway maintenance	126,991,600	
25	Vehicles and heavy equipment	37,534,200	
26	Vehicles and heavy equipment		
27	fuel surcharge	<u>2,000,000</u>	
28	Total - highways	\$300,350,900	
29	Fund sources:		
30	State general fund	\$ 82,900	
31	Safety enforcement and		
32	transportation		
33	infrastructure fund	558,700	
34	State highway fund	261,175,100	
35	Transportation department		
36	equipment fund	38,534,200	
37	Performance measures:		
38	Per cent of Maricopa regional freeway		
39	miles completed for the original		
40	twenty-year half cent sales tax		
41	ending December 31, 2005	100	

1	Per cent of Maricopa regional freeway	
2	travel lane miles completed for	
3	the twenty-year half cent sales tax	
4	extension effective January 1, 2006	0.7
5	Per cent of overall highway construction	
6	projects completed on schedule	97

7 Of the total amount appropriated for the highways program, \$126,991,600  
 8 in fiscal year 2007-2008 for highway maintenance is exempt from the  
 9 provisions of section 35-190, Arizona Revised Statutes, relating to lapsing  
 10 of appropriations, except that all unexpended and unencumbered monies of the  
 11 appropriation revert to their fund of origin, either the state highway fund  
 12 or the safety enforcement and transportation infrastructure fund, on August  
 13 31, 2008.

14 Of the total amount appropriated for the highways program, \$2,663,000  
 15 in fiscal year 2007-2008 is for performance pay for participants in the  
 16 department's engineer pay plan. The department shall establish performance  
 17 measures with measurable quality and quantity objectives for participants in  
 18 the engineer pay plan that are designed to result in increased productivity  
 19 and improved quality of the delivery of state services or products. The  
 20 department shall either apply these performance measures to the entire  
 21 engineer pay plan or apply relevant performance measures to subsets within  
 22 the engineering pay plan either on a group or individual basis. Every  
 23 quarter or month, the department shall review the participants' performance  
 24 to determine if the performance measures were met. If the performance  
 25 measures are met or exceeded, the applicable participants are entitled to  
 26 receive the performance pay for the corresponding quarter.

27	<u>Motor vehicle</u>	
28	FTE positions	1,740.0
29	Operating lump sum appropriation	\$104,995,400
30	Abandoned vehicle administration	999,000
31	New third party funding	<u>733,700</u>
32	Total appropriation - motor vehicle	\$106,728,100
33	Fund sources:	
34	Air quality fund	\$ 68,600
35	Driving under the influence	
36	abatement fund	136,900
37	Highway user revenue fund	607,400
38	Motor vehicle liability insurance	
39	enforcement fund	2,383,900
40	Safety enforcement and	
41	transportation infrastructure	
42	fund	1,584,800
43	State highway fund	100,186,200
44	Vehicle inspection and title	
45	enforcement fund	1,760,300

1	Performance measures:	
2	Average office wait time from arriving at	
3	MVD office to receiving numbered ticket	
4	(minutes)	2.0
5	Average office wait time from receiving	
6	numbered ticket to arriving at counter	
7	(minutes)	15.0
8	Per cent of office customers rating	
9	services "good" or "excellent"	83
10	Average telephone wait time to speak	
11	to an MVD employee (minutes)	15.2
12	Per cent of alternative vehicle	
13	registration renewal methods	
14	(mail, internet, third party)	80

15 The department shall submit semiannual progress reports to the joint  
16 legislative budget committee for review of the progress in increasing third  
17 party transactions, the status of motor vehicle division third party  
18 staffing, workload and quality assurance backlog. The semiannual progress  
19 report shall also include the number of existing third parties and the number  
20 of entities on any third party waiting lists. The semiannual report shall  
21 address title and registration, vehicle identification number inspection,  
22 commercial driver license examination, noncommercial driver license  
23 examination, commercial driver training school, noncommercial driver training  
24 school and traffic survival school. The reports are due by January 30, 2008  
25 and July 30, 2008.

26 The department shall not transfer any funds to or from the motor  
27 vehicle division without the review by the joint legislative budget  
28 committee.

29 The department of transportation shall submit quarterly progress  
30 reports to the joint legislative budget committee on their progress in  
31 improving motor vehicle division wait times and vehicle registration renewal  
32 by mail turnaround times. The reports shall document the monthly averages  
33 for the total time customers spent at the office and the reasons for changes  
34 in these times for each motor vehicle division field office equipped with  
35 electronic customer monitoring devices. The reports shall document the wait  
36 time to get a numbered ticket from a motor vehicle division employee, the  
37 time between receiving the numbered ticket and arriving at the counter and  
38 the transaction time at the counter. The reports shall document the number  
39 of customers who arrived at motor vehicle division offices but who did not  
40 complete their transaction, and the motor vehicle division's average  
41 turnaround time for vehicle registration renewal by mail. The reports are  
42 due within thirty days after the end of each calendar quarter.

1	<u>Aeronautics</u>	
2	FTE positions	33.0
3	Lump sum appropriation	\$ 2,567,600
4	Fund sources:	
5	State aviation fund	\$ 2,567,600
6	Performance measures:	
7	Per cent of airport development projects	
8	completed on schedule	100
9	Total appropriation - Arizona department	
10	of transportation	<u>\$453,525,400</u>
11	Fund sources:	
12	State general fund	\$ 82,900
13	Air quality fund	68,600
14	Driving under the influence	
15	abatement fund	136,900
16	Highway user revenue fund	607,400
17	Motor vehicle liability	
18	insurance enforcement fund	2,383,900
19	Safety enforcement and	
20	transportation infrastructure	
21	fund	2,143,500
22	State aviation fund	2,567,600
23	State highway fund	405,240,100
24	Transportation department	
25	equipment fund	38,534,200
26	Vehicle inspection and title	
27	enforcement fund	1,760,300
28	Of the \$453,525,400 appropriation to the department of transportation,	
29	the department of transportation shall pay \$16,773,800 in fiscal year	
30	2007-2008 from all funds to the department of administration for its risk	
31	management payment.	
32	Sec. 97. STATE TREASURER	
33		<u>2007-08</u>
34	FTE positions	34.4
35	Operating lump sum appropriation	\$ 3,273,900
36	Justice of the peace salaries	<u>3,122,500</u>
37	Total appropriation - state treasurer	\$ 6,396,400
38	Fund sources:	
39	State general fund	\$ 6,362,600
40	State treasurer's management fund	33,800

1	Performance measures:	
2	Ratio of yield of LGIP to Standard	
3	and Poor's LGIP index	1.2
4	Ratio of yield of endowment pools to	
5	Big Bond Index	1.1
6	Customer satisfaction rating for local	
7	government investment pool participants	
8	(Scale 1-8)	7.4
9	Before changing the eight basis point investment management fee, the	
10	treasurer shall submit the proposed change and its fiscal impact to the joint	
11	legislative budget committee for review.	
12	Sec. 98. ARIZONA BOARD OF REGENTS	
13		<u>2007-08</u>
14	FTE positions	27.9
15	Operating lump sum appropriation	\$ 2,322,000
16	Arizona teachers incentive program	90,000
17	Arizona transfer articulation	
18	support system	213,700
19	Student financial assistance	10,041,200
20	Math and science teacher initiative	2,250,000
21	Western interstate commission	
22	office	116,000
23	WICHE student subsidies	<u>4,115,000</u>
24	Total appropriation - Arizona board of	
25	regents	\$ 19,147,900
26	Fund sources:	
27	State general fund	\$ 19,147,900
28	Performance measures:	
29	Per cent of graduating seniors who rate	
30	their overall university experience	
31	as "good"/"excellent"	95
32	Per cent of full-time undergraduate students	
33	enrolled per semester in three or more	
34	primary courses with ranked faculty	77
35	Per cent of full-time undergraduate students	
36	enrolled per semester in three or more	
37	primary courses with professors of any rank	40
38	Average number of years taken to graduate	
39	for students who began as freshmen	4.5
40	The \$2,250,000 appropriation from the state general fund for the math	
41	and science teacher initiative shall be deposited into the mathematics,	
42	science and special education teacher student loan fund established by	
43	section 15-784, Arizona Revised Statutes. Of this amount, the Arizona board	
44	of regents shall use \$1,750,000 for student loans to eligible prospective	
45	math and science teachers and \$500,000 for student loans to eligible	

1 prospective special education teachers. The Arizona board of regents may  
 2 retain up to \$100,000 of the appropriation for the math and science teacher  
 3 initiative for administrative costs directly incurred by the board.

4 Within ten days of the acceptance of the universities' semiannual all  
 5 funds budget reports, the Arizona board of regents shall submit an  
 6 expenditure plan to the joint legislative budget committee for its review.  
 7 The expenditure plan shall include any tuition revenue amounts that are  
 8 greater than the appropriated amounts and all retained tuition and fee  
 9 revenue expenditures for the current fiscal year. The additional revenue  
 10 expenditure plan shall provide as much detail as the university budget  
 11 requests.

12 On or before December 1 of each year, the Arizona board of regents  
 13 shall submit a student retention report in a format agreed upon by the joint  
 14 legislative budget committee, the office of strategic planning and budgeting  
 15 and the universities to the president of the senate, speaker of the house of  
 16 representatives, the governor, the joint legislative budget committee, and  
 17 the office of strategic planning and budgeting. The report shall provide for  
 18 each university the number of existing full-time positions dedicated to  
 19 student retention, the number of new hires and other related expenditures  
 20 funded through legislative appropriations dedicated to student retention, and  
 21 freshman and sophomore retention rates.

22 Sec. 99. ARIZONA STATE UNIVERSITY

	<u>2007-08</u>
23	
24	<u>Main campus</u>
25	FTE positions 7,106.6
26	Operating lump sum appropriation \$540,862,600
27	Biomedical informatics 3,017,800
28	Student and faculty retention 15,064,000
29	Downtown Phoenix campus 47,234,200
30	Phoenix biomedical campus
31	schematic design <u>5,250,000</u>
32	Total - Main campus \$611,428,600
33	Fund sources:
34	State general fund \$386,424,100
35	University collections fund 225,004,500
36	Performance measures:
37	Per cent of graduating seniors who rate
38	their overall university experience
39	as "good"/"excellent" 95
40	Per cent of full-time undergraduate
41	students enrolled per semester in three or
42	more primary courses with ranked faculty 72

1	Per cent of full-time undergraduate students	
2	enrolled per semester in three or more	
3	primary courses with professors of any rank	40
4	Average number of years taken to graduate	
5	for students who began as freshmen	4.6
6	External dollars for research and creative	
7	activity	\$205,000,000
8	<u>East campus</u>	
9	FTE positions	532.5
10	Operating lump sum appropriation	\$ 42,763,300
11	TRIF lease-purchase payment	<u>2,000,000</u>
12	Total - East campus	\$ 44,763,300
13	Fund sources:	
14	State general fund	\$ 23,778,500
15	University collections fund	18,984,800
16	Technology and research initiative	
17	fund	2,000,000
18	Performance measures:	
19	Per cent of graduating seniors who rate	
20	their overall university experience	
21	as "good"/"excellent"	96
22	Per cent of full-time undergraduate students	
23	enrolled per semester in three or more	
24	primary courses with ranked faculty	68
25	Per cent of full-time undergraduate students	
26	enrolled per semester in three or more	
27	primary courses with professors of any rank	40
28	Average number of years taken to graduate	
29	for students who began as freshmen	4.8
30	<u>West campus</u>	
31	FTE positions	833.9
32	Operating lump sum appropriation	\$ 72,571,600
33	TRIF lease-purchase payment	<u>1,600,000</u>
34	Total - West campus	\$ 74,171,600
35	Fund sources:	
36	State general fund	\$ 50,719,500
37	University collections fund	21,852,100
38	Technology and research initiative	
39	fund	1,600,000
40	Performance measures:	
41	Per cent of graduating seniors who rate	
42	their overall university experience	
43	as "good"/"excellent"	98

1	Per cent of full-time undergraduate students	
2	enrolled per semester in three or more	
3	primary courses with ranked faculty	72
4	Per cent of full-time undergraduate students	
5	enrolled per semester in three or more	
6	primary courses with professors of any rank	45
7	Average number of years taken to graduate for	
8	students who began as freshmen	4.5
9	Total appropriation - Arizona state	
10	university	<u>\$730,363,500</u>
11	Fund sources:	
12	State general fund	\$460,922,100
13	University collections fund	265,841,400
14	Technology and research initiative	
15	fund	3,600,000

16 For purposes of receiving in-state tuition, state general fund monies  
 17 shall not be used to support any students who self-declare that they are  
 18 citizens, legal residents, or otherwise legally present in the United States.  
 19 Self-declaration means a written declaration, under penalty of perjury, that  
 20 the student is a citizen, legal resident, or otherwise legally present in the  
 21 United States.

22 The state general fund appropriations shall not be used for alumni  
 23 association funding.

24 The appropriated monies are not to be used for scholarships.

25 The appropriated monies are not to be used to support any student  
 26 newspaper.

27 The appropriated monies shall not be used by the Arizona state  
 28 university college of law legal clinic for any lawsuits involving inmates of  
 29 the state department of corrections in which the state is the adverse party.

30 University budget requests shall provide as much detail for the  
 31 downtown Phoenix campus as for any other budget program. Notwithstanding  
 32 section 35-173, subsection C, Arizona Revised Statutes, any proposed transfer  
 33 to or from the amounts appropriated for the downtown Phoenix campus line item  
 34 shall require prior review by the joint legislative budget committee.

35 Any unencumbered balances remaining in the collections account on June  
 36 30, 2007 and all collections received by the university during the fiscal  
 37 year, when paid into the state treasury, are appropriated for operating  
 38 expenditures, capital outlay and fixed charges. Earnings on state lands and  
 39 interest on the investment of the permanent land funds are appropriated in  
 40 compliance with the enabling act and the Constitution of Arizona. No part of  
 41 this appropriation may be expended for supplemental life insurance or  
 42 supplemental retirement. Receipts from summer session, when deposited in the  
 43 state treasury, together with any unencumbered balance in the summer session  
 44 account, are appropriated for the purpose of conducting summer sessions but  
 45 are excluded from the amounts enumerated above.

1 Arizona State University and the University of Arizona shall jointly  
 2 submit an expenditure plan before expenditure of the amounts appropriated for  
 3 the Phoenix biomedical campus schematic design to the joint committee on  
 4 capital review for its review.

5 Arizona State University and the University of Arizona shall jointly  
 6 submit the scope, purpose and estimated cost of the Phoenix biomedical campus  
 7 to the joint committee on capital review for its review after schematic  
 8 design is complete.

9 Sec. 100. NORTHERN ARIZONA UNIVERSITY

	<u>2007-08</u>
11 FTE positions	2,174.8
12 Operating lump sum appropriation	\$186,972,200
13 NAU - Yuma	2,383,900
14 Student and faculty retention	<u>4,736,000</u>
15 Total appropriation - Northern Arizona	
16 university	\$194,092,100
17 Fund sources:	
18 State general fund	\$148,807,700
19 University collections fund	45,284,400
20 Performance measures:	
21 Per cent of graduating seniors who rate	
22 their overall university experience	
23 as "good"/"excellent"	98
24 Per cent of full-time undergraduate	
25 students enrolled per semester in	
26 three or more primary courses with	
27 ranked faculty	93
28 Per cent of full-time undergraduate students	
29 enrolled per semester in three or more	
30 primary courses with professors of any rank	60
31 Average number of years taken to graduate for	
32 students who began as freshmen	4.5

33 For purposes of receiving in-state tuition, state general fund monies  
 34 shall not be used to support any students who self-declare that they are  
 35 citizens, legal residents, or otherwise legally present in the United States.  
 36 Self-declaration means a written declaration, under penalty of perjury, that  
 37 the student is a citizen, legal resident, or otherwise legally present in the  
 38 United States.

39 The state general fund appropriations shall not be used for alumni  
 40 association funding.

41 The appropriated monies are not to be used for scholarships.

42 The appropriated monies are not to be used to support any student  
 43 newspaper.

1 Any unencumbered balances remaining in the collections account on June  
 2 30, 2007 and all collections received by the university during the fiscal  
 3 year, when paid into the state treasury, are appropriated for operating  
 4 expenditures, capital outlay and fixed charges. Earnings on state lands and  
 5 interest on the investment of the permanent land funds are appropriated in  
 6 compliance with the enabling act and the Constitution of Arizona. No part of  
 7 this appropriation may be expended for supplemental life insurance or  
 8 supplemental retirement. Receipts from summer session, when deposited in the  
 9 state treasury, together with any unencumbered balance in the summer session  
 10 account, are appropriated for the purpose of conducting summer sessions but  
 11 are excluded from the amounts enumerated above.

12 Sec. 101. UNIVERSITY OF ARIZONA

	<u>2007-08</u>
13	
14	<u>Main campus</u>
15	FTE positions 5,667.8
16	Operating lump sum appropriation \$377,318,600
17	Agriculture 42,256,900
18	Phoenix biomedical campus
19	schematic design 5,250,000
20	Student and faculty retention 10,000,000
21	Arizona cooperative extension 11,728,500
22	Sierra Vista campus <u>5,593,300</u>
23	Total - Main campus \$452,147,300
24	Fund sources:
25	State general fund \$334,480,100
26	University collections fund 117,667,200
27	Performance measures:
28	Per cent of graduating seniors who rate
29	their overall university experience
30	as "good"/"excellent" 96
31	Per cent of full-time undergraduate students
32	enrolled per semester in three or more
33	primary courses with ranked faculty 80
34	Per cent of full-time undergraduate students
35	enrolled per semester in three or more
36	primary courses with professors of any rank 55
37	Average number of years taken to graduate
38	for students who began as freshmen 4.6
39	<u>Health sciences center</u>
40	FTE positions 967.2
41	Operating lump sum appropriation \$ 67,550,300
42	Clinical rural rotation 504,100

1	Clinical teaching support	9,812,200
2	Liver research institute	525,200
3	Phoenix medical campus	12,009,600
4	Telemedicine network	<u>2,213,100</u>
5	Total - health sciences center	\$ 92,614,500
6	Fund sources:	
7	State general fund	\$ 78,258,400
8	University collections fund	14,356,100
9	Performance measures:	
10	Per cent of graduating seniors who rate	
11	their overall university experience	
12	as "good"/"excellent"	99
13	Total appropriation - university of	
14	Arizona	<u>\$544,761,800</u>
15	Fund sources:	
16	State general fund	\$412,738,500
17	University collections fund	132,023,300

18 For purposes of receiving in-state tuition, state general fund monies  
 19 shall not be used to support any students who self-declare that they are  
 20 citizens, legal residents, or otherwise legally present in the United States.  
 21 Self-declaration means a written declaration, under penalty of perjury, that  
 22 the student is a citizen, legal resident, or otherwise legally present in the  
 23 United States.

24 The state general fund appropriations shall not be used for alumni  
 25 association funding.

26 The appropriated monies are not to be used for scholarships.

27 The appropriated monies are not to be used to support any student  
 28 newspaper.

29 Any unencumbered balances remaining in the collections account on June  
 30 30, 2007 and all collections received by the university during the fiscal  
 31 year, when paid into the state treasury, are appropriated for operating  
 32 expenditures, capital outlay and fixed charges. Earnings on state lands and  
 33 interest on the investment of the permanent land funds are appropriated in  
 34 compliance with the enabling act and the Constitution of Arizona. No part of  
 35 this appropriation may be expended for supplemental life insurance or  
 36 supplemental retirement. Receipts from summer session, when deposited in the  
 37 state treasury, together with any unencumbered balance in the summer session  
 38 account, are appropriated for the purpose of conducting summer sessions but  
 39 are excluded from the amounts enumerated above.

40 University budget requests shall provide as much detail for the Phoenix  
 41 medical campus as for any other budget program. Notwithstanding section  
 42 35-173, subsection C, Arizona Revised Statutes, any proposed transfer to or  
 43 from the amounts appropriated for the Phoenix medical campus line item shall  
 44 require prior review by the joint legislative budget committee.

1 The university of Arizona and the Arizona board of regents shall report  
 2 to the joint legislative budget committee, on August 15, 2007 and February  
 3 15, 2008, updates concerning the formal relationship between the Phoenix  
 4 medical campus and area hospitals, partnerships with private medical schools,  
 5 the availability of clinical rotations for medical students in this state,  
 6 the creation of new residency positions in this state, the expansion of  
 7 medical services in this state's rural areas, the attraction of out-of-state  
 8 medical students to practice in this state and any other strategies being  
 9 considered or employed to prevent a doctor shortage in this state or the  
 10 rural areas of this state.

11 Arizona State University and the University of Arizona shall jointly  
 12 submit an expenditure plan before expenditure of the amounts appropriated for  
 13 the Phoenix biomedical campus schematic design to the joint committee on  
 14 capital review for its review.

15 Arizona State University and the University of Arizona shall jointly  
 16 submit the scope, purpose and estimated cost of the Phoenix biomedical campus  
 17 to the joint committee on capital review for its review after schematic  
 18 design is complete.

19 Sec. 102. DEPARTMENT OF VETERANS' SERVICES

	<u>2007-08</u>	<u>2008-09</u>
20		
21	376.3	376.3
22	FTE positions	
23	Operating lump sum appropriation	\$ 2,730,000
24	Arizona state veterans' home	16,146,500
25	Southern Arizona cemetery	272,100
26	Telemedicine project	10,000
27	Veterans' organizations contracts	29,200
28	Veterans' benefit counseling	<u>3,104,000</u>
29	<u>3,104,000</u>	<u>3,047,000</u>
30	Total appropriation - department of	
31	veterans' services	\$ 22,234,800
32	Fund sources:	
33	State general fund	\$ 8,220,600
34	State home for veterans' trust	
35	fund	13,291,500
36	State veterans' conservatorship	
37	fund	722,700
38	Performance measures:	
39	DHS quality rating of the veterans' home	
40	("A", "B", "C" or "D")	A A
	Per cent of customers rating department's	
	services as "good" or "excellent"	98 98

1	Sec. 103. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	5.5	5.5
4	Lump sum appropriation	\$ 460,500**	\$ 451,000
5	Fund sources:		
6	Veterinary medical examining		
7	board fund	\$ 460,500	\$ 451,000
8	Performance measures:		
9	Average calendar days to resolve a complaint	90	90
10	Average calendar days to renew a license	60	60
11	Customer satisfaction rating (Scale 0-100)	93	93
12	Sec. 104. DEPARTMENT OF WATER RESOURCES		
13		<u>2007-08</u>	<u>2008-09</u>
14	FTE positions	231.7	231.7
15	Operating lump sum appropriation	\$ 15,372,400	\$ 15,372,400
16	Adjudication support	2,105,000	2,105,000
17	Assured and adequate water supply		
18	administration	2,800,400	2,800,400
19	Arizona water protection fund		
20	deposit	1,000,000	2,000,000
21	Rural water studies	1,999,100	1,999,100
22	Conservation and drought program	500,000	491,200
23	Automated groundwater monitoring	<u>500,000</u>	<u>500,000</u>
24	Total appropriation - department of water		
25	resources	\$ 24,276,900	\$ 25,268,100
26	Fund sources:		
27	State general fund	\$ 23,176,500	\$ 24,167,700
28	Assured and adequate water		
29	supply administration fund	1,100,400	1,100,400
30	Performance measures:		
31	Per cent of Colorado river entitlement used	100	100
32	Per cent of Arizona's unclaimed Colorado		
33	river entitlement that is recharged via		
34	the water banking authority	95	95
35	Number of dams in a non-emergency unsafe		
36	condition	13	13
37	Number of rural water studies initiated	4	4
38	Number of rural water studies completed		
39	in current year	4	4
40	Customer satisfaction rating for hydrology		
41	program (Scale 1-8)	8.0	8.0

1 Monies appropriated for the purposes of rural water studies are exempt  
 2 from the provisions of section 35-190, Arizona Revised Statutes, relating to  
 3 lapsing of appropriations through June 30, 2010.

4 Monies in the assured and adequate water supply administration special  
 5 line item shall only be used for the exclusive purposes prescribed in  
 6 sections 45-108 and 45-576 through 45-579, Arizona Revised Statutes. The  
 7 department of water resources shall not transfer any funds into or out of the  
 8 assured and adequate water supply administration special line item.

9 The department shall report to the joint legislative budget committee  
 10 on the amount of fees collected by the assured and adequate water supply  
 11 program within thirty days after the end of each calendar year quarter.

12 It is the intent of the legislature that monies in the rural water  
 13 studies line item will only be spent to assess local water use needs and to  
 14 develop plans for sustainable future water supplies in rural areas outside  
 15 the state's AMAs and not be made available for other department operating  
 16 expenditures.

17 Monies in the adjudication support special line item shall only be used  
 18 for the exclusive purposes prescribed in sections 45-256 and 45-257(B)(4),  
 19 Arizona Revised Statutes. The department of water resources shall not  
 20 transfer any funds into or out of the adjudication support special line item.

21 Sec. 105. DEPARTMENT OF WEIGHTS AND MEASURES

	<u>2007-08</u>	<u>2008-09</u>
22 <u>General services</u>		
23 FTE positions	25.9	25.9
24 Lump sum appropriation	\$ 1,782,500	\$ 1,760,900
25 Fund sources:		
26 State general fund	\$ 1,651,600	\$ 1,640,200
27 Motor vehicle liability insurance		
28 enforcement fund	130,900	120,700
29 <u>Vapor recovery</u>		
30 FTE positions	8.5	8.5
31 Lump sum appropriation	\$ 628,700	\$ 634,000
32 Fund sources:		
33 Air quality fund	\$ 628,700	\$ 634,000
34 <u>Oxygenated fuel</u>		
35 FTE positions	6.0	6.0
36 Lump sum appropriation	\$ 881,100	\$ 883,600
37 Fund sources:		
38 Air quality fund	\$ 881,100	\$ 883,600
39 Total appropriation - department		
40 of weights and measures	\$ 3,292,300	\$ 3,278,500
41		

1	Fund sources:		
2	State general fund	\$ 1,651,600	\$ 1,640,200
3	Air quality fund	1,509,800	1,517,600
4	Motor vehicle liability insurance		
5	enforcement fund	130,900	120,700
6	Performance measures:		
7	Average customer satisfaction rating		
8	(Scale 1-5)	4.7	4.7
9	Per cent of retail stores' price		
10	scanning devices in compliance	71	71
11	Per cent of cleaner burning gas		
12	samples in compliance with oxygenated		
13	fuel standards	100	100
14	Per cent of gasoline dispensing facilities		
15	inspected annually that are in compliance		
16	with vapor recovery standards	90	90
17	Sec. 106. <u>Appropriation; fund transfer</u>		
18	The sum of \$62,000,000 is appropriated from the state highway fund in		
19	fiscal year 2007-2008 for deposit in the statewide transportation		
20	acceleration needs account established by section 28-7009, Arizona Revised		
21	Statutes.		
22	Sec. 107. <u>Appropriation; operating adjustments</u>		
23		<u>2007-08</u>	
24	State employee health insurance		
25	adjustments	\$ 27,245,000	
26	Fund sources:		
27	State general fund	\$ 20,245,000	
28	Other appropriated funds	7,000,000	
29	State employee retirement		
30	adjustments	\$ 19,200,000	
31	Fund sources:		
32	State general fund	\$ 16,000,000	
33	Other appropriated funds	3,200,000	
34	State employee salary adjustments	\$ 88,255,000	
35	Fund sources:		
36	State general fund	\$ 68,755,000	
37	Other appropriated funds	19,500,000	
38	State-owned space rent adjustments	\$ 3,801,000	
39	Fund sources:		
40	State general fund	\$ 2,801,000	
41	Other appropriated funds	1,000,000	
42	State telecommunications adjustments	\$ 5,509,800	

1	Fund sources:	
2	State general fund	\$ 5,509,800
3	State lease-purchase and	
4	privatized-lease-to-own adjustments	\$ 995,100
5	Fund sources:	
6	State general fund	\$ 995,100
7	Human resources pro rata adjustments	\$ 377,100
8	Fund sources:	
9	State general fund	\$ 242,100
10	Other appropriated funds	135,000
11	Risk management adjustments	\$ 1,753,000
12	Fund sources:	
13	State general fund	\$ 1,753,000
14	Assistant attorney general salary	
15	adjustments	4,743,600
16	Fund sources:	
17	State general fund	\$ 2,595,800
18	Other appropriated funds	2,147,800

19 The other appropriated funds may be allocated from the following funds:  
20 board of accountancy fund, acupuncture board of examiners fund, air permits  
21 administration fund, air quality fund, antitrust enforcement revolving fund,  
22 board of appraisal fund, Arizona arts trust fund, assured and adequate water  
23 supply administration fund, attorney general legal services cost allocation  
24 fund, Arizona automated fingerprint identification system fund, automobile  
25 theft authority fund, automation operations fund, state aviation fund, board  
26 of barbers fund, board of behavioral health examiners fund, Arizona benefits  
27 fund, bond fund, capital outlay stabilization fund, state charitable fund,  
28 child abuse prevention fund, child fatality review fund, child support  
29 enforcement administration fund, children's health insurance program fund,  
30 board of chiropractic examiners fund, citrus, fruit and vegetable revolving  
31 fund, collection enforcement revolving fund, commerce and economic  
32 development commission fund, commercial feed fund, confidential intermediary  
33 and fiduciary fund, agricultural consulting and training fund, consumer  
34 protection-consumer fraud revolving fund, corrections fund, board of  
35 cosmetology fund, crime laboratory assessment fund, criminal justice  
36 enhancement fund, county fair racing fund, court appointed special advocate  
37 fund, defensive driving school fund, dental board fund, Arizona  
38 deoxyribonucleic acid identification system fund, board of dispensing  
39 opticians fund, driving under the influence abatement fund, drug and gang  
40 prevention resource center fund, state education fund for committed youth,  
41 state education fund for correctional education, state egg inspection fund,  
42 election systems improvement fund, emergency medical services operating fund,  
43 emissions inspection fund, environmental laboratory licensure revolving fund,  
44 estate and unclaimed property fund, Arizona exposition and state fair fund,  
45 federal child care and development fund block grant, federal Reed act grant,

1 federal surplus materials revolving fund, federal temporary assistance for  
2 needy families block grant, fertilizer materials fund, board of funeral  
3 directors' and embalmers' fund, fingerprint clearance card fund, game and  
4 fish fund, game, nongame, fish and endangered species fund, hazardous waste  
5 management fund, healthcare group fund, hearing and speech professionals  
6 fund, state highway fund, Arizona highway patrol fund, highway user revenue  
7 fund, board of homeopathic medical examiners' fund, housing trust fund, DHS  
8 indirect cost fund, ADEQ indirect cost recovery fund, industrial commission  
9 administrative fund, information technology fund, interagency service  
10 agreements fund, intergovernmental agreements and grants, investment  
11 management regulatory and enforcement fund, judicial collection enhancement  
12 fund, land conservation fund administration account, lease-purchase building  
13 operating and maintenance fund, liability set-off fund, long-term care system  
14 fund, long-term disability administration account, state lottery fund,  
15 Arizona medical board fund, the miners' hospital for disabled miners land  
16 fund, motor vehicle liability insurance enforcement fund, motor vehicle pool  
17 revolving fund, naturopathic physicians board of medical examiners fund,  
18 newborn screening program fund, board of nursing fund, nursing care  
19 institution administrators' licensing and assisted living facility managers'  
20 certification fund, occupational therapy fund, oil overcharge fund, board of  
21 optometry fund, board of osteopathic examiners fund, state parks enhancement  
22 fund, penitentiary land fund, personnel division fund, pesticide fund,  
23 Arizona state board of pharmacy fund, board of physical therapy fund,  
24 podiatry fund, postsecondary education fund, prison construction and  
25 operations fund, board for private postsecondary education fund, professional  
26 employer organization fund, Arizona protected native plant fund, board of  
27 psychologist examiners fund, public access fund, public assistance  
28 collections fund, racing administration fund, state radiologic technologist  
29 certification fund, records services fund, recycling fund, registrar of  
30 contractors fund, reservation surcharge revolving fund, residential utility  
31 consumer office revolving fund, board of respiratory care examiners fund,  
32 state retirement system administration account, risk management revolving  
33 fund, safety enforcement and transportation infrastructure fund, Arizona  
34 schools for the deaf and the blind fund, securities regulatory and  
35 enforcement fund, seed law fund, solid waste fee fund, special administration  
36 fund, special employee health insurance trust fund, special services  
37 revolving fund, spinal and head injuries trust fund, state aid to the courts  
38 fund, Arizona state hospital fund, state board of equalization fund, state  
39 surplus materials revolving fund, structural pest control commission fund,  
40 substance abuse services fund, teacher certification fund, technical  
41 registration fund, telecommunications fund, telecommunication fund for the  
42 deaf, telecommunications excise tax fund, tobacco tax and health care fund,  
43 transportation department equipment fund, tribal-state compact fund, used oil  
44 fund, utility regulation revolving fund, vehicle inspection and title  
45 enforcement fund, state veterans' conservatorship fund, state home for

1 veterans' trust fund, veterinary medical examining board fund, victims'  
2 rights fund, vital records electronic systems fund, watercraft licensing  
3 fund, waterfowl conservation fund, water quality fee fund and workforce  
4 investment act grant.

5 State employee health insurance adjustments

6 The amount appropriated for state employee health insurance adjustments  
7 shall be for fiscal year 2007-2008 increases in the employer share of state  
8 employee health insurance premiums. The joint legislative budget committee  
9 staff shall determine and the department of administration shall allocate to  
10 each agency's or department's employee-related expenditures an amount for the  
11 employer share of the employee health insurance increases. The joint  
12 legislative budget committee staff shall also determine and the department of  
13 administration shall allocate adjustments, as necessary, in expenditure  
14 authority to allow implementation of state employee health insurance  
15 adjustments.

16 State employee retirement adjustments

17 The amount appropriated for state employee retirement contribution  
18 adjustments shall be for fiscal year 2007-2008 increases in the employer  
19 share of state employee retirement contributions. The joint legislative  
20 budget committee staff shall determine and the department of administration  
21 shall allocate to each agency's or department's employee-related expenditures  
22 an amount for the employer share of the employee retirement contribution  
23 increase. The joint legislative budget committee staff shall also determine  
24 and the department of administration shall allocate adjustments, as  
25 necessary, in expenditure authority to allow implementation of state employee  
26 retirement contribution adjustments.

27 Salary adjustments

28 The amount appropriated for salary adjustments includes personal  
29 services and employee-related expenditures for state officers and employees  
30 in accordance with this act.

31 For fiscal year 2007-2008, the joint legislative budget committee staff  
32 shall determine and the department of administration shall allocate to each  
33 agency or department an amount for these adjustments. The joint legislative  
34 budget committee staff shall also determine and the department of  
35 administration shall allocate adjustments, as necessary, in expenditure  
36 authority to allow implementation of salary adjustments.

37 The annual salary level of each employee shall be increased by 3.00 per  
38 cent. In addition to the 3.00 per cent general salary adjustment, the amount  
39 appropriated also includes 0.25 per cent for a salary adjustment which shall  
40 be designated as performance pay and subject to section 38-618.01, Arizona  
41 Revised Statutes, or for those employees who are not subject to the  
42 performance pay provisions of section 38-618.01, Arizona Revised Statutes,  
43 the salary adjustments shall be in accordance with the department's or  
44 agency's compensation plan.

1 The following exceptions apply to the salary adjustments. All  
2 adjustments are effective July 1, 2007 and shall apply to less than full-time  
3 employees on a prorated basis. Board and commission members who are paid on  
4 a per diem basis and agency heads who are appointed for a fixed term of  
5 office shall not receive the salary adjustments pursuant to this section.

6 State owned space rent adjustments

7 The amount appropriated for rent adjustments shall be used to fund  
8 agency rent charges for state owned space increases from \$15.50 per square  
9 foot to \$19.50 per square foot for office space, and increases from \$6.00 per  
10 square foot to \$7.00 per square foot for storage space.

11 For fiscal year 2007-2008, the joint legislative budget committee staff  
12 shall determine and the department of administration shall allocate to each  
13 agency or department an amount for these adjustments.

14 State telecommunications adjustments

15 The amount appropriated for state telecommunications adjustments shall  
16 be to annualize fiscal year 2006-2007 increases and for new fiscal year  
17 2007-2008 adjustments in agency or department telecommunication charges. The  
18 joint legislative budget committee staff shall determine and the department  
19 of administration shall allocate to each agency or department an amount for  
20 the contribution increase. The joint legislative budget committee staff  
21 shall also determine and the department of administration shall allocate  
22 adjustments, as necessary, in expenditure authority to allow implementation  
23 of state telecommunications adjustments.

24 State lease-purchase and privatized-lease-to-own adjustments

25 The amount appropriated for state lease-purchase and  
26 privatized-lease-to-own adjustments shall be for fiscal year 2007-2008  
27 adjustments in agency or department lease-purchase and  
28 privatized-lease-to-own charges. The joint legislative budget committee  
29 staff shall determine and the department of administration shall allocate to  
30 each agency or department an amount for the contribution increase. The joint  
31 legislative budget committee staff shall also determine and the department of  
32 administration shall allocate adjustments, as necessary, in expenditure  
33 authority to allow implementation of state lease-purchase and  
34 privatized-lease-to-own adjustments.

35 Human resources pro rata adjustments

36 The amount appropriated for state human resources pro rata adjustments  
37 shall be for increased fiscal year 2007-2008 rates in agency or department  
38 human resources pro rata charges. The joint legislative budget committee  
39 staff shall determine and the department of administration shall allocate to  
40 each agency or department an amount for the contribution increase. The joint  
41 legislative budget committee staff shall also determine and the department of  
42 administration shall allocate adjustments, as necessary, in expenditure  
43 authority to allow implementation of state human resources pro rata  
44 adjustments.

1 Risk management adjustments

2 The amount appropriated for state risk management adjustments shall be  
3 for new fiscal year 2007-2008 adjustments in agency or department risk  
4 management charges. The joint legislative budget committee staff shall  
5 determine and the department of administration shall allocate to each agency  
6 or department an amount for the contribution increase. The joint legislative  
7 budget committee staff shall also determine and the department of  
8 administration shall allocate adjustments, as necessary, in expenditure  
9 authority to allow implementation of state risk management adjustments.

10 Assistant attorney general salary adjustments

11 For fiscal year 2007-2008, the joint legislative budget committee staff  
12 shall determine and the department of administration shall allocate to the  
13 office of the attorney general and its client agencies the amount necessary  
14 to provide a salary adjustment to assistant attorney generals. The amount of  
15 the salary adjustment for each assistant attorney general shall be determined  
16 by the attorney general and is in addition to the statewide salary adjustment  
17 provided by this section.

18 Of the total \$2,595,800 general fund allocations, \$859,100 is for  
19 distribution to the attorney general, \$1,211,900 is for distribution to the  
20 department of economic security, \$248,500 is for distribution to agencies  
21 that pay interagency service agreements with general fund appropriations, and  
22 \$276,300 is for distribution to agencies that pay the attorney general pro  
23 rata charge with general fund appropriations. Of the total \$2,147,800 other  
24 appropriated fund allocation, \$1,638,500 is for distribution to the attorney  
25 general, \$18,800 is for distribution to the game and fish department,  
26 \$446,000 is for distribution to agencies that pay interagency service  
27 agreements with other appropriated fund appropriations, and \$44,500 is for  
28 distribution to agencies that pay the attorney general pro rata charge with  
29 other appropriated fund appropriations.

30 Sec. 108. Legislative intent; expenditure reporting

31 It is the intent of the legislature that all departments, agencies or  
32 budget units receiving appropriations under the terms of this act shall  
33 continue to report actual, estimated and requested expenditures by budget  
34 programs and budget classes in a format that is similar to the budget  
35 programs and budget classes used for budgetary purposes in prior years. A  
36 different format may be used if deemed necessary to implement section 35-113,  
37 Arizona Revised Statutes, agreed to by the director of the joint legislative  
38 budget committee and incorporated into the budget preparation instructions  
39 adopted by the governor's office of strategic planning and budgeting pursuant  
40 to section 35-112, Arizona Revised Statutes.

1           Sec. 109. FTE positions; reporting

2           Full-time equivalent (FTE) positions contained in this act are subject  
3 to appropriation. The director of the department of administration shall  
4 account for the use of all appropriated FTE positions excluding those in the  
5 department of economic security, the universities and the department of  
6 environmental quality. The director shall submit the fiscal year 2007-2008  
7 report by August 1, 2008 to the director of the joint legislative budget  
8 committee. The reports shall compare the level of FTE usage in each fiscal  
9 year to the appropriated level. For the purposes of this section, "FTE  
10 positions" shall mean the total number of hours worked, including both  
11 regular and overtime hours as well as hours taken as leave, divided by the  
12 number of hours in a work year. The director of the department of  
13 administration shall notify the director of each budget unit if the budget  
14 unit has exceeded its number of appropriated FTE positions. The above  
15 excluded agencies shall each report to the director of the joint legislative  
16 budget committee in a manner comparable to the department of administration  
17 reporting.

18           Sec. 110. Filled FTE positions; reporting

19           By October 1, 2007, each agency, including the judiciary and  
20 universities, shall submit a report to the director of the joint legislative  
21 budget committee on the number of filled, appropriated FTE positions by fund  
22 source. The number of filled, appropriated FTE positions reported shall be  
23 as of September 1, 2007.

24           Sec. 111. Performance measure results; reporting

25           As part of its fiscal year 2008-2009 budget request, agencies shall  
26 submit the fiscal year 2006-2007 result for the performance measures listed  
27 in this act. If an agency fails to submit this information, it shall submit  
28 a report to the joint legislative budget committee staff and the office of  
29 strategic planning and budgeting as part of its fiscal year 2008-2009 budget  
30 request on why the agency failed to submit its results for the performance  
31 measure.

32           Sec. 112. Transfer of spending authority

33           The department of administration shall report monthly to the director  
34 of the joint legislative budget committee on any transfers of spending  
35 authority made pursuant to section 35-173, subsection C, Arizona Revised  
36 Statutes, during the prior month.

37           Sec. 113. Interim reporting requirements

38           A. State general fund revenue for fiscal year 2006-2007, not including  
39 the beginning balance and including one-time revenues, is forecasted to be  
40 \$9,850,930,000.

41           B. State general fund revenue for fiscal year 2007-2008, not including  
42 the beginning balance and including one-time revenues, is forecasted to be  
43 \$10,077,264,800.

1 C. The executive branch shall provide to the joint legislative budget  
2 committee a preliminary estimate of the fiscal year 2006-2007 state general  
3 fund ending balance by September 15, 2007. The preliminary estimate of the  
4 fiscal year 2007-2008 state general fund ending balance shall be provided by  
5 September 15, 2008. The estimate shall include projections of total  
6 revenues, total expenditures and ending balance. The department of  
7 administration shall continue to provide the final report for the fiscal year  
8 in its annual financial report pursuant to section 35-131, Arizona Revised  
9 Statutes.

10 D. Based on the information provided by the executive branch, the  
11 staff of the joint legislative budget committee shall report to the joint  
12 legislative budget committee by October 15 of 2007 and 2008 as to whether  
13 that fiscal year's revenues and ending balance are expected to change by more  
14 than \$50,000,000 from the budgeted projections. The executive branch may  
15 also provide its own estimates to the joint legislative budget committee by  
16 October 15 of each year.

17 Sec. 114. Definition

18 For the purposes of this act, "\*" means this appropriation is a  
19 continuing appropriation and is exempt from the provisions of section 35-190,  
20 Arizona Revised Statutes, relating to lapsing of appropriations.

21 Sec. 115. Definition

22 For the purposes of this act, "\*\*\*" means this appropriation is  
23 available for use pursuant to section 35-143.01, subsection C, Arizona  
24 Revised Statutes, and is exempt from the provisions of section 35-190,  
25 Arizona Revised Statutes, relating to lapsing of appropriations, until June  
26 30, 2009.

27 Sec. 116. Definition

28 For the purposes of this act, "expenditure authority" means that the  
29 fund sources are continuously appropriated monies that are included in the  
30 individual line items of appropriations.

31 Sec. 117. Definition

32 For the purposes of this act, "review by the joint legislative budget  
33 committee" means a review by a vote of a majority of a quorum of the members.  
34 The committee review is to occur within forty-five days of the date of  
35 receipt of the agency's request for review being received by the office of  
36 the chairman of the committee with a copy to the staff director of the  
37 committee. The agency shall respond to the committee or joint legislative  
38 budget committee staff requests for information within fifteen days of the  
39 request.